School Jurisdictions

1

Section 1

Almadina School Society
to Evergreen Catholic Separate
Regional Division No. 2

we envision
we engage

Audited Financial Statements

For the Year Ended August 31, 2007

Alberta
Education

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- Alberta Government Library - Capital Boulevard Site
- Alberta Legislature Library
- Calgary Public Library
- Edmonton Public Library
- University of Alberta Library
- University of Calgary Library
- University of Lethbridge Library

These audited financial statements are available on the Internet http://www.education.gov.ab.ca/funding/afs/

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School Jurisdictions Audited Financial Statements

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Almadina School Society
to Evergreen Catholic Separate
Regional Division No. 2

For the Year ended August 31, 2007

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Section 2 of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2007 submitted by school jurisdictions whose legal name begins with the letters F through M inclusive.

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Section 3 of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2007 submitted by school jurisdictions whose legal name begins with the letters N through Z inclusive.

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School Jurisdiction Code: 6021

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Almadina School Society

Legal Name of School Jurisdiction

225, 28 St SE Calgary AB T2A 5K4

Mailing Address

Phone: 403-543-5078 Fax: 403-543-5079

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Almadina School Society presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Mohamad El-Jabali — "ORIGINAL SIGNED"

Name — Signature

SUPERINTENDENT

Dr. Pier De Paola — "ORIGINAL SIGNED"

Name — Signature

SECRETARY TREASURER OR TREASURER

Janice LeDuc, CMA — "ORIGINAL SIGNED"

Name — Signature

20-Nov-07

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 6021

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BDO

BDO Dunwoody LLP
Chartered Accountants
and Advisors

1900, 801 - 6 Avenue S.W.
Calgary Alberta Canada T2P 3W2
Telephone: (403) 266-5608
Fax: (403) 233-7833
www.bdo.ca

Auditors' Report

To the Board of Directors
Almadina School Society

We have audited the balance sheet of Almadina School Society as at August 31, 2007 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures included herein for the year ended August 31, 2006 were reported upon by another Chartered Accountant who issued his report without reservation on November 9, 2006.

BDO Dunwoody LLP.

Chartered Accountants

Calgary, Alberta
November 20, 2007

School Jurisdiction Code: 6021

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$1,043,762	$427,087
Accounts receivable (net after allowances)		$138,463	$114,130
Prepaid expenses		$60,151	$119,636
Other current assets		$0	$0
Total current assets		$1,242,376	$660,853
School generated assets		$4,215	$3,281
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$70,044		
Less: accumulated amortization	$0	$70,044	$0
Equipment	$77,755		
Less: accumulated amortization	($18,596)	$59,159	$45,045
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$129,203	$45,045
TOTAL ASSETS		$1,375,794	$709,179
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$267,279	$10,306
Deferred revenue		$32,160	$47,435
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$299,439	$57,741
School generated liabilities		$4,215	$3,281
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$35,000	$0
Total long term liabilities		$39,215	$3,281
TOTAL LIABILITIES		$338,654	$61,022
NET ASSETS			
Unrestricted net assets		$942,937	$576,415
Operating Reserves		$0	$26,697
Accumulated Operating Surplus (Deficit)		$942,937	$603,112
Investment in capital assets		$94,203	$45,045
Capital Reserves		$0	$0
Total Capital Funds		$94,203	$45,045
Total net assets		$1,037,140	$648,157
TOTAL LIABILITIES AND NET ASSETS		$1,375,794	$709,179

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 6021

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Revised	Actual 2006 (Note)
REVENUES			
Government of Alberta	$6,575,235	$6,449,208	$6,144,564
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$68,950	$67,100	$54,094
Other sales and services	$0	$0	$57,200
Investment income	$34,943	$15,000	$17,639
Gifts and donations	$400	$0	$400
Rentals of facilities	$0	$0	$100
Net school generated funds	$19,832	$0	$23,964
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$6,699,360	$6,531,308	$6,297,961
EXPENSES			
Certificated salaries	$2,817,449	$2,900,361	$2,674,570
Certificated benefits	$272,929	$268,000	$274,812
Non-certificated salaries and wages	$432,832	$413,060	$532,392
Non-certificated benefits	$70,050	$63,000	$76,714
Services, contracts and supplies	$2,686,678	$2,886,887	$2,527,296
Net school generated funds	$19,832	$0	$20,683
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$10,607	$0	$7,989
Total Amortization of capital assets	$10,607	$0	$7,989
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$6,310,377	$6,531,308	$6,114,456
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$388,983	$0	$183,505
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$388,983	$0	$183,505

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6021

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$388,983	$183,505
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$10,607	$7,989
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($24,333)	$71,313
Prepaids and other current assets	$59,485	($59,997)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$256,973	($216,689)
Deferred revenue	($15,275)	($42,555)
Employee future benefit expense (recovery)	$0	$0
Other (describe) Rounding error	$1	$0
Total sources (uses) of cash from Operations	$676,441	($56,434)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($94,766)	($13,087)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($94,766)	($13,087)
C. FINANCING ACTIVITIES		
Capital allocations	$35,000	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$35,000	$0
Net sources (uses) of cash during year	$616,675	($69,521)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$427,087	$496,608
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$1,043,762	$427,087

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6021

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$648,157	$45,045	$576,415	$26,697	$0
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$648,157	$45,045	$576,415	$26,697	$0
Excess(def) of revenue over expenses	$388,983		$388,983		
Board funded capital transactions		$59,765	($59,765)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($10,607)	$10,607		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$26,697	($26,697)	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$1,037,140	$94,203	$942,937	$0	$0

School Jurisdiction Code: 6021

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)

for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$0	$0
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$35,000	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	($35,000)	$35,000
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2007	$0	$35,000

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. Authority and Purpose of the Society

Almadina School Society is a non-profit Society incorporated under the Society's Act of Alberta. The Society operates as Almadina Language Charter Academy which is a public school under Part 2, Division 2.1 of the School Act of Alberta. Under a charter granted by the Minister of Education, the Society offers educational programs from Early Childhood Services to Grade 9 with special emphasis on English as a Second Language. The Charter is scheduled for renewal on August 31, 2011.

The Society is registered with the Canada Revenue Agency as a Charitable Organization and for income tax purposes is a non-taxable organization.

2. Significant Accounting Policies

The financial statements of the Society have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP). The preparation of financial statements in conformity with Canadian GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared using careful judgment with reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Revenue Recognition

The Society follows the deferral method of accounting for revenue.

Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered. Unrestricted contributions are recognized as revenue when received or receivable. Grants received, restricted donations and fees collected, in advance of the provision of related services, are deferred.

(b) Capital Assets

Assets with individual costs in excess of $5,000 are capitalized. Capital Assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis commencing in the year subsequent to purchase at the following rates:

Site Improvements	10%
Computer and Audio Visual Equipment	20%

Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense

(c) School Generated Funds

Funds which come under the control and responsibility of a principal for school activities (e.g. yearbook, celebrations, graduation, and field trips) are collected and expended at the school level and shown as School Generated Revenues and Expenses. Unexpended funds at the close of the school year are shown as both Asset (cash on hand) and Liability (restricted for use by the school).

2. Significant Accounting Policies - Continued

(d) Vacation Pay

Vacation pay is paid and expensed in the period in which the employee earns the benefit.

(e) Pensions

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Almadina School Society does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Expenditures incurred before the close of the school year for services and supplies which will be consumed subsequent to the year-end are recorded as prepaid expenses. These include school supplies, memberships and insurance.

(g) Contributed Services

Volunteers assist the school in carrying out certain activities, notably for field trip supervision and the raising of school generated funds. Because of the difficulty of determining their fair market value and of the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

(h) Financial Instruments

The Society's financial instruments consist of cash, short-term investments, accounts receivable, accounts payable, and accrued liabilities. Except for the fact that a large concentration of cash is deposited with a single financial institution, it is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted. The Society has invested surplus funds in accordance with section 60 of the School Act and Section 5 of the Trustees Act.

(i) Operating and Capital Reserves

Reserves may be established at the discretion of the Almadina School Society Board of Directors to set aside funds for operating or capital purposes. During the year, an operating reserve of $26,697 established in the fiscal year ending August 31, 2003 was returned to unrestricted net assets.

(j) Investments

Short-term investments are valued at the lower of cost or market value.

3. Cash and Temporary Investments

	2007	2006
RBC chequing account	**342,762**	168,363
Term Deposits	**700,000**	257,724
Petty Cash	**1,000**	1,000
	1,043,762	427,087

The Society has 12 month redeemable term deposits earning interest at 4% per annum; $300,000 maturing January 15, 2008 and $400,000 maturing February 28, 2008.

4. Accounts Receivable

	2007	2006
Alberta Education	**81,667**	74,960
GST Rebate	**38,651**	34,918
Interest & Other Receivables	**18,145**	4,252
	138,463	114,130

5. Capital Assets

	2007			2006		
Capital Assets	**Cost**	**Accumulated Amortization**	**Total**	**Cost**	**Accumulated Amortization**	**Total**
Site Improvements (Turf)	**70,043**	**0**	**70,043**	0		0
Audio Visual Equipment	**24,722**	**0**	**24,722**	0		0
Computer Equipment	**53,034**	**18,596**	**34,438**	53,034	7,989	45,045
	147,799	**18,596**	**129,203**	53,034	7,989	45,045

Capital Reconciliation

	2007	2006
Unamortized Capital Allocations	**35,000**	
Investment in Capital Assets	**94,203**	45,045
Total Capital Assets	**129,203**	45,045

During the year, the Society received a Community Facility Improvement Grant of $35,000 from the Alberta Lottery Fund that was matched by the Society and spent on providing a playing surface at Franklin Park JH Campus. The capitalized portion of these Site Improvements is entered on the "Building" line of Capital Assets in these statements.

6. Accounts Payable and Accrued Liabilities

	2007	2006
Trade Payables	**$192,454**	$10,306
Federal Government	**$51,563**	$0
Teacher Deductions Payable	**$23,262**	$0
	267,279	10,306

7. Deferred Revenue

	2007	2006
Alberta Education One Time Grant	**0**	30,000
Transportation Fees	**32,160**	17,435
	32,160	47,435

8. Unamortized Capital Allocations

Unamortized capital allocations represent externally restricted capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The $35,000 received as a Community Facility Enhancement Grant falls into this category.

9. Commitments

The Society leases school facilities from the Calgary Board of Education for the elementary program at Mountain View campus and from the Muslim Community Foundation of Calgary for ECS and junior high programs at Franklin Park campus. Each lease has an expiry date of July 31, 2011. Equipment leases expire in September 2008 and August 2009.

Lease Commitments	**2008**	**2009**	**2010**	**2011**
Calgary Board of Education	432,337	432,337	432,337	432,337
Muslim Community Foundation	495,000	525,000	555,000	483,333
National Leasing	5,301	0	0	0
Ricoh	25,614	22,558	13,390	0
	958,252	979,895	1,000,727	915,670

10. Economic Dependence on Related Third Party

The Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

11. Budgeted Amounts

The budget as submitted to Alberta Education was revised by the school jurisdiction and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

12. Prior Period Figures

The Prior Period Figures were audited by the previous auditor and are presented for comparison purposes in these financial statements.

13. Related Party Transactions

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions, and other school jurisdictions in Alberta. Almadina School Society had related party transactions with these entities according to the table below for the year ended August 31, 2007.

Related Party Transactions	**Balances**		**Transactions**	
2006 / 2007	**Assets**	**Liabilities**	**Revenues**	**Expenses**
Alberta Education	81,667	40,286	6,575,235	56,851
Health & Wellness		2,775		44,654
Post Secondary Institutions		180		747
Calgary Board of Education (lease)				432,337
Other Alberta School Jurisdictions		1,782		8,338
Other Related Parties		14,026		125,892
	81,667	**59,049**	**6,575,235**	**668,819**
2005 / 2006	74,960	30,000	6,144,564	729,469

14. Remuneration and Monetary Incentives

The Almadina School Society had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	**FTE**	**Remuneration**	**Benefits**	**Allowances**	**Performance Bonuses**	**ERIP's / Other**	**Expenses**
Chair	0.0	$0	$0	$0			$0
Mohamad Abbas	0.2	$0	$0	$0			$0
Mohamad El-Jabali	0.8	$1,035	$0	$0			$0
Other members	0.0	$0	$0	$0			$0
Ahmed Abdullahi	1.0	$810	$0	$0			$0
Ali Farhan	1.0	$585	$0	$0			$0
Bashar Abou Hassan	1.0	$990	$0	$0			$67
Fakruddin Quraishi	0.8	$450	$0	$0			$0
Mohamad Abbas (2)	0.8	$720	$0	$0			$0
Mohamad El Rafih	0.8	$630	$0	$0			$0
Issa Mosa	0.2	$0	$0	$0			$30
Jamil Ajram	0.2	$225	$0	$0			$35
Mohamad El-Jabali(2)	0.2	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
Subtotal	*7.0*	*$5,445*	*$0*	*$0*			*$132*
Superintendent:							
Dr. Pier De Paola	1.0	$97,618	$0	$0	$2,000	$0	$4,531
Secretary/Treasurer:							
Cindy Roettger	0.6	$45,476	$0	$0	$0	$0	$5,835
Janice LeDuc	0.0	$780	$0	$0	$0	$0	$0
Board Secretary:							
Tracy Hodal	0.4	$21,708	$0	$0	$0	$0	$0
Certificated Teachers	45.0	$2,817,449	$272,929	$0	$0	$0	
Non-certificated - Other	14.2	$432,832	$70,050	$0	$0	$0	
TOTALS		**$3,421,308**	**$342,979**	**$0**	**$2,000**	**$0**	

School Jurisdiction Code: 6021

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Almadina School Society
Legal Name of School Jurisdiction

225 - 28 Street SE Calgary AB T2A 5K4
Mailing Address

Phone: 403-543-5078 Fax: 403-543-5079
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Janice LeDuc	"ORIGINAL SIGNED"
Name	**Signature**

20-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6021

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SCHEDULE A

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

School Jurisdiction Cod 6021

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$6,575,235	$4,437,599	$1,355,860	$482,108	$299,668	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$0		$0			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$0	$0	$0	$0	$0	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$0	$0				
(10) Transportation fees	$68,950			$68,950		
(11) Other sales and services	$0	$0	$0	$0	$0	$0
(12) Investment income	$34,943	$0	$0	$0	$34,943	$0
(13) Gifts and donations	$400	$400	$0	$0		$0
(14) Rentals of facilities	$0	$0	$0	$0	$0	$0
(15) Net school generated funds	$19,832	$19,832			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$0	$0	$0	$0		$0
(18) TOTAL REVENUES	$6,699,360	$4,457,831	$1,355,860	$551,058	$334,611	$0
EXPENSES						
(19) Certificated salaries	$2,817,449	$2,807,161			$10,288	$0
(20) Certificated benefits	$272,929	$272,929			$0	$0
(21) Non-certificated salaries and wages	$432,832	$409,432	$0	$0	$23,400	$0
(22) Non-certificated benefits	$70,050	$64,820	$0	$0	$5,230	$0
(23) SUB - TOTAL	$3,593,260	$3,554,342	$0	$0	$38,918	$0
(24) Services, contracts & supplies	$2,686,678	$552,562	$1,317,087	$548,755	$268,274	$0
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$19,832	$19,832				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$0	$0	$0	$0	$0	$0
(28) Unsupported	$10,607	$0	$0	$0	$10,607	$0
(29) Total Amortization	$10,607	$0	$0	$0	$10,607	$0
Interest on capital debt						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$6,310,377	$4,126,736	$1,317,087	$548,755	$317,799	$0
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$388,983	$331,095	$38,773	$2,303	$16,812	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

		TOTAL
Base Funding		$3,382,431
Additional Funding for Differential Cost Factors		$2,813,088
Targeted Funding for Provincial Initiatives		
Class Size Initiative		$267,874
Student Health Initiative (SHI)		$0
Alberta Initiative for School Improvement (AISI)		$93,264
SuperNet Services		$8,548
Children and Youth with Complex Needs		$0
Other Provincial Support Funding		
Institutional Programs		$0
Regional Consortium and Regional Educational Consulting Services		$0
Learning Resources Credit Allocation		$11,832
Infrastructure Maintenance Renewal (IMR)		$0
Other Funding from Alberta Education (describe)	1 time 2006 30K, 1 time conference $1,	$31,000
Total Alberta Education Revenues		$6,575,235

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$278,897	$82,399	$109,581		$0	$0	$470,877
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$2,107,581	$335,008	$197,140		$0		$2,639,729
French Language & Francisation	$74,749	$0	$0		$0		$74,749
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$21,831	$4,538	$27,590	$29,298	$0		$83,257
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$7,677		$0		$7,677
Class Size Initiative	$267,975	$0	$0	$0	$0		$267,975
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$329,057	$52,307	$31,092	$150,184	$0	$19,832	$582,472
TOTAL EXPENSES	$3,080,090	$474,252	$373,080	$179,482	$0	$19,832	$4,126,736

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

School Jurisdiction Code: 6021

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$6,310,377
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$378,623
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$58,366	$378,623
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$378,623
Less: 2006/2007 Board and System Administration expenses		-$317,799
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$60,824

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$3,281
Sources of School Generated Funds:				
Fundraising activities	$7,573	$835	$6,738	
Student fees (Non-Instructional) (Note 1)	$14,028	$0	$14,028	
Donations and grants to schools	$0	$0	$0	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$21,601	$835		$20,766
Net SGF Available				$24,047
Uses of Net School Generated Funds:				
Extra-curricular activities			$11,895	
School site beautification			$0	
Field Trips			$7,937	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$19,832
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$4,215

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 2125

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aspen View Regional Division No. 19
Legal Name of School Jurisdiction

3600 - 48 Avenue Athabasca, Alberta T9S 1M8
Mailing Address

Phone: (780) 675-7080 Fax: (780) 675-3660
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Aspen View Regional Division No. 19 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Paul Ponich
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

Mr. Derm Madden
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Mr. Dave Holler
Name

"ORIGINAL SIGNED"
Signature

21-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 2125

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Wilde &
Company
CHARTERED ACCOUNTANTS

4902 - 50th STREET
POST OFFICE BOX 70
VEGREVILLE, ALBERTA, T9C 1R1

TELEPHONE (780) 632-3673
TOLL FREE 1-800-808-0998
FAX (780) 632-6133
E-MAIL office@wildeandco.com

AUDITORS' REPORT

To the Board of Trustees
Aspen View Regional Division No. 19

We have audited the statement of financial position of the Aspen View Regional Division No. 19 as at August 31, 2007 and the statements of accumulated operating surplus, investment in capital assets, operating revenues and expenditures and cash flows for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, for the year then ended in accordance with the Canadian generally accepted accounting principles.

Vegreville, Alberta
October 24, 2007

Wilde & Company
Chartered Accountants

School Jurisdiction Code: 2125

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$3,110,592	$1,950,350
Accounts receivable (net after allowances)		$701,964	$611,138
Prepaid expenses		$360,324	$187,847
Other current assets		$4,066,918	$4,025,093
Total current assets		$8,239,798	$6,774,428
School generated assets		$468,051	$517,030
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$317,785	$317,785
Buildings	$30,253,182		
Less: accumulated amortization	($20,565,088)	$9,688,094	$10,713,290
Equipment	$1,988,149		
Less: accumulated amortization	($957,037)	$1,031,112	$641,767
Vehicles	$839,549		
Less: accumulated amortization	($540,731)	$298,818	$244,385
Total capital assets		$11,335,809	$11,917,227
TOTAL ASSETS		$20,043,658	$19,208,685
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	
Accounts payable and accrued liabilities		$1,629,162	$1,328,023
Deferred revenue		$319,562	$344,856
Deferred capital allocations		$0	$0
Current portion of all long term debt		$594,343	$577,841
Total current liabilities		$2,543,067	$2,250,720
School generated liabilities		$468,051	$517,030
Trust liabilities		$0	$0
Employee future benefits liability		$254,925	$238,651
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$2,516,775	$2,954,824
Less: Current portion of supported debt		($438,049)	($438,049)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$813,050	$455,861
Mortgages		$0	$0
Less: Current portion of unsupported debt		($156,294)	($139,792)
Other long term liabilities		$0	$0
Unamortized capital allocations		$7,191,750	$7,605,756
Total long term liabilities		$10,650,208	$11,194,281
TOTAL LIABILITIES		$13,193,275	$13,445,001
NET ASSETS			
Unrestricted net assets		$853,893	$529,913
Operating Reserves		$4,686,864	$3,837,593
Accumulated Operating Surplus (Deficit)		$5,540,757	$4,367,506
Investment in capital assets		$814,234	$900,786
Capital Reserves		$495,392	$495,392
Total Capital Funds		$1,309,626	$1,396,178
Total net assets		$6,850,383	$5,763,684
TOTAL LIABILITIES AND NET ASSETS		$20,043,658	$19,208,685

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$32,464,126	$30,481,647	$31,166,751
Federal Government and/or First Nations	$930,892	$589,600	$813,214
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$263,248	$210,630	$262,478
Transportation fees	$0	$0	$0
Other sales and services	$743,416	$463,402	$684,909
Investment income	$294,513	$118,320	$209,570
Gifts and donations	$24,591	$0	$18,645
Rentals of facilities	$39,541	$45,000	$42,991
Net school generated funds	$782,336	$900,000	$799,194
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$852,055	$853,318	$853,319
Total Revenues	$36,394,718	$33,661,917	$34,851,071
EXPENSES			
Certificated salaries	$13,910,074	$13,869,053	$13,382,813
Certificated benefits	$1,607,872	$1,383,618	$1,537,818
Non-certificated salaries and wages	$5,902,341	$5,398,078	$5,680,373
Non-certificated benefits	$1,364,767	$1,023,307	$1,314,273
Services, contracts and supplies	$10,207,158	$9,502,912	$9,769,589
Net school generated funds	$782,336	$900,000	$799,194
Capital and debt services			
Amortization of capital assets			
Supported	$852,055	$847,274	$853,319
Unsupported	$405,994	$365,215	$390,553
Total Amortization of capital assets	$1,258,049	$1,212,489	$1,243,872
Interest on capital debt			
Supported	$248,678	$282,080	$292,354
Unsupported	$26,744	$39,129	$38,573
Total Interest on capital debt	$275,422	$321,209	$330,927
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$35,308,019	$33,610,666	$34,058,859
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,086,699	$51,251	$792,212
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$1,086,699	$51,251	$792,212

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$1,086,699	$792,212
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($852,055)	($853,319)
Total amortization expense	$1,258,049	$1,243,872
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($90,826)	$465,196
Prepaids and other current assets	($214,302)	($1,006,783)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$301,139	($591,236)
Deferred revenue	($25,294)	($146,540)
Employee future benefit expense (recovery)	$16,274	$1,192
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,479,684	($95,406)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	($95,615)
Equipment	($575,289)	($16,144)
Vehicles	($101,342)	($113,433)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($676,631)	($225,192)
C. FINANCING ACTIVITIES		
Capital allocations	$0	($90,798)
Issue of long term debt	$496,981	$0
Repayment of long term debt	($577,841)	($571,224)
Add back: supported portion	$438,049	$442,338
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$357,189	($219,684)
Net sources (uses) of cash during year	$1,160,242	($540,282)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$1,950,350	$2,490,632
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$3,110,592	$1,950,350

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 2125

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$5,763,684	$900,786	$529,913	$3,837,593	$495,392
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$5,763,684	$900,786	$529,913	$3,837,593	$495,392
Excess(def) of revenue over expenses	$1,086,699		$1,086,699		
Board funded capital transactions		$179,650	($179,650)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($1,258,049)	$1,258,049		
Amortization of capital allocations		$852,055	($852,055)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$139,792	($139,792)		
Net transfers to operating reserves			($1,086,693)	$1,086,693	
Net transfers from operating reserves			$237,422	($237,422)	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$6,850,383	$814,234	$853,893	$4,686,864	$495,392

School Jurisdiction Code: 2125

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$0	$7,605,756
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$0	$7,605,756
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$0	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$438,049
Expended capital allocations - current year		$0	$0
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$852,055
Balance at August 31, 2007		$0	$7,191,750

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on certain funding allocations and administration expenses.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis at the following rates:
Buildings - 2.5 to 10%
Equipment - 20%
Vehicles - 20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained and expensed at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Aspen View Regional Division No. 19 does not make pension contributions for certificated staff.

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $413,751 for the year ended August 31, 2007 (2006 - $390,624). At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

f) Prepaid Expenses

Certain expenditures incurred before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

g) Financial Instruments

These consist of cash, marketable securities, accounts receivable, accounts payable, accrued liabilities and long term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

i) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

j) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2007, the recorded obligation is $254,925 (2006 - $238,651). The total expense recorded in the financial statements is $16,274 (2006 - $1,192).

k) Investments

Long term investments are valued at the cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

3. ACCOUNTS RECEIVABLE

	2007	2006
Provincial government grants	$ 223,470	$ 261,751
Federal government	188,457	168,605
Other accounts receivable	290,037	180,782
	$ 701,964	$ 611,138

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2007	Net Book Value 2006
Land	$ 317,785	$ -	$ 317,785	$ 317,785
Buildings	30,253,182	(20,565,088)	9,688,094	10,713,290
Equipment	1,988,149	(957,037)	1,031,112	641,767
Vehicles	839,549	(540,731)	298,818	244,385
	$ 33,398,665	$ (22,062,856)	$ 11,335,809	$ 11,917,227

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Due to Province	$ 189,274	$ 222,676
Other trade payables and accrued liabilities	1,439,888	1,105,347
	$ 1,629,162	$ 1,328,023

6. DEFERRED REVENUE

	2007	2006
Infrastructure maintenance and modernization programs (IMP)	$ -	$ 35,531
Infrastructure maintenance and modernization programs (IMR)	219,175	221,167
Alberta initiative for school improvement	66,406	64,490
Other	33,981	23,668
	$ 319,562	$ 344,856

7. LONG TERM DEBT

Debenture Debt - Supported

a) The debenture debt bears interest at rates varying between 8% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	2007	2006
Debentures	$ 2,516,775	$ 2,954,824
Less current portion of debt	438,049	438,049
	$ 2,078,726	$ 2,516,775

School Year	Principal	Interest	Total
2007-2008	$ 438,049	$ 238,678	$ 676,727
2008-2009	400,143	195,276	595,419
2009-2010	389,343	156,422	545,765
2010-2011	389,343	118,865	508,208
2011-2012	292,993	81,309	374,302
2013 to maturity	606,904	100,650	707,554
	$ 2,516,775	$ 891,200	$ 3,407,975

b) Capital Lease - Unsupported

The school jurisdiction has entered into a new five year capital lease obligation with Xerox for the lease of photocopiers. The new lease includes the purchase of nine new copiers and software and extended the terms of payment for the previously leased copiers by three years. The new lease commenced January 1, 2007 and expires August 31, 2012. The annual payments of $301,506 plus GST consists of the following components: annual copy charge of $98,390 (based on 9,821,672 copies at $.0095 per copy plus 84,000 colour copies at $.12 per copy) and a blended capital lease payment of $203,116 bearing interest at 8.65%.

The annual payments under the previous capital lease were $256,000 plus GST. In addition, a number of operating leases were also cancelled when the new capital lease was signed. The prior payment included an annual copy charge of $81,690 and a blended capital lease payment of $178,364. The blended capital lease payments under the new agreement are due over the next five years as follows:

	2007	2006
Capital lease obligation	$ 813,050	$ 455,861
Less current portion of debt	156,294	139,792
	$ 656,756	$ 316,069

School Year	Principal	Interest	Total
2007-2008	$ 156,294	$ 46,822	$ 203,116
2008-2009	143,999	59,117	203,116
2009-2010	156,961	46,155	203,116
2010-2011	171,090	32,026	203,116
2011-2012	184,706	16,626	201,332
	$ 813,050	$ 200,746	$ 1,013,796

8. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

	2007	2006
Consisting of:		
Opening balance	$ -	$ 90,798
Interest earned	-	147
Authorized transfer to operations	-	(90,945)
Balance, end of year	$ -	$ -

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations expended, as well as fully supported debenture principal repayments.

	2007	2006
Consisting of:		
Opening balance	$ 7,605,756	$ 8,016,737
Supported debenture loan principal repayments	438,049	442,338
Less capital allocation for amortization	(852,055)	(853,319)
	$ 7,191,750	$ 7,605,756

10. OPERATING RESERVES

		Opening		Transfer from operating reserves		Transfer to operating reserves		Closing
Instruction - schools	$	1,174,201	$	(146,422)	$	386,840	$	1,414,619
Instruction - general		1,000,000		-		200,000		1,200,000
Transportation		466,772		-		198,037		664,809
Operating contingency		760,094		-		-		760,094
Virtual school support		91,000		(91,000)		-		-
Career counseling/scholarship		16,000		-		-		16,000
SGF software		20,000		-		-		20,000
Severe disabilities		129,526		-		301,816		431,342
Video conferencing		180,000		-		-		180,000
	$	3,837,593	$	(237,422)	$	1,086,693	$	4,686,864

11. CAPITAL RESERVES

		Opening		Transfer to Reserve		Transfers From Reserves		Closing
Buildings	$	95,000	$	-	$	-	$	95,000
Equipment		370,000		-		-		370,000
Other		30,392		-		-		30,392
Balance, end of period	$	495,392	$	-	$	-	$	495,392

12. DISCLOSURE OF SALARY AND BENEFITS

	FTE		Salaries & Wages		Benefits & Allowances		Total		Reimbursed Expenses
Ponich, Paul (Board Chairman)	1	$	13,955	$	17	$	13,972	$	10,100
Carstens, Dana	1		14,314		414		14,728		10,838
Genert, Laurie	1		15,176		2,290		17,466		8,958
Gerlach, Joe	1		10,496		3,075		13,571		5,017
Koehler, Edgar	1		10,151		3,090		13,241		5,526
Kowalchuk, Wes	1		14,073		372		14,445		9,250
Dacyk, David (former Chairman)	1		20,361		1,643		22,004		12,379
Sequeira, Rita	1		13,279		2,710		15,989		8,941
Zenko, Ed	1		13,387		3,408		16,795		7,406
Superintendent	1		118,417		11,292		129,709		12,928
Secretary/Treasurer	1		91,542		18,752		110,294		5,139
Salaries - Certificated	189.7		13,791,657		1,596,580		15,388,237		
Salaries - Uncertificated	171.0		5,685,607		1,328,996		7,014,603		
		$	19,812,415	$	2,972,639	$	22,785,054		

13. INDEBTEDNESS

a) Line of credit

The jurisdiction has a line of credit in the amount of $1,000,000 that bears interest at bank prime less 1/4%. This line of credit is secured by a borrowing bylaw and a security agreement. There was no balance outstanding on the line of credit at August 31, 2007.

b) Credit cards

The jurisdiction has approved a combined credit card charge limit of $684,500. The balances are paid in full each month by the due date and no interest charges were incurred during the year. The combined credit card balance outstanding at August 31, 2007 is $212,276 (2006 - $163,720).

c) SBEBA letter of credit

The jurisdiction has arranged for a $200,000 letter of credit to secure its position in SBEBA. If the jurisdiction withdraws from SBEBA, the $200,000 will be utilized to fund the exit penalty.

14. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on June 14, 2006. It is presented for information purposes only.

15. COMMITMENTS

i) Operating lease

The school jurisdiction is committed to future operating lease payments on office and maintenance shop premises. Certain of these operating leases provide for annual renewal options which are expected to be exercised. Annual building lease costs are currently $69,462.

16. CONTINGENCIES

Contingent Assets

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements as the value of the equity is subject to liability claims.

Contingent Liabilities

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

17. RELATED PARTY TRANSACTIONS

Effective 2005/06, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of the school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The Aspen View Regional Division No. 19 also had related party transactions for the year ended August 31, 2007 with the Grand Yellowhead Regional Division recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at amount of consideration agreed upon between the related parties.

	Balances		Transactions	
2006/07	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
Government of Alberta				
Education	$ 34,196	$ 285,581	$ 32,020,558	$ -
Infrastructure & Transportation	-	-	35,531	-
Finance	189,274	189,274	248,678	248,678
Health & Wellness	34,000	-	34,000	-
Human Resources/Employment	-	-	-	
Other Gov't of Alberta depts.	-	-	11,159	-
Other				
Health authorities	-	-	-	-
Post-secondary institutions	-	-	-	-
Other Alberta school jurisdictions	9,533	-	114,200	-
Other related parties	-	-	-	-
TOTAL 2006/07	$ 267,003	$ 474,855	$ 32,464,126	$ 248,678
TOTAL 2005/06	$ 305,351	$ 543,864	$ 31,166,751	$ 292,354

18. SCHOOL GENERATED FUNDS

	2007	2006
Balance, beginning of year	$ 517,030	$ 505,975
Source of school generated funds (SGF)		
SGF for the year	2,131,989	1,671,257
Less: cost of generating SGF	(1,398,632)	(864,666)
Donations received	-	3,658
Net SGF additions for the year	733,357	810,249
Net SGF available for discretionary spending	1,250,387	1,316,224
SGF expended for discretionary purposes	782,336	799,194
Balance, end of year	$ 468,051	$ 517,030

19. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

Aspen View Regional Division No.19's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

School Jurisdiction Code: 2125

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Aspen View Regional Division No. 19
Legal Name of School Jurisdiction

3600 - 48 Avenue Athabasca, Alberta T9S 1M8
Mailing Address

phone: (780) 675-7080 Fax: (780) 675-3660
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Dave Holler	**"ORGINAL SIGNED"**
Name	Signature

21-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2125

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SCHEDULE A

School Jurisdiction Cod 2125

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$32,168,758	$22,759,215	$4,418,227	$3,719,786	$1,271,530	$0
(2) Alberta Infrastructure & Transportation	$35,531	$0	$35,531			
(3) Alberta Finance	$248,678		$248,678			$0
(4) Other - Government of Alberta	$11,159	$0	$0	$0	$0	$11,159
(5) Federal Government and/or First Nations	$930,892	$926,069	$3,479	$0	$1,344	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$263,248	$263,248				
(10) Transportation fees	$0			$0		
(11) Other sales and services	$743,416	$332,458	$280,181	$570	$130,207	$0
(12) Investment income	$294,513	$0	$0	$0	$294,513	$0
(13) Gifts and donations	$24,591	$24,591	$0	$0		$0
(14) Rentals of facilities	$39,541	$0	$39,541	$0	$0	$0
(15) Net school generated funds	$782,336	$782,336			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$852,055	$0	$852,055	$0		$0
(18) TOTAL REVENUES	$36,394,718	$25,087,917	$5,877,692	$3,720,356	$1,697,594	$11,159
EXPENSES						
(19) Certificated salaries	$13,910,074	$13,581,917			$328,157	$0
(20) Certificated benefits	$1,607,872	$1,575,279			$32,593	$0
(21) Non-certificated salaries and wages	$5,902,341	$3,817,759	$1,463,180	$93,562	$524,652	$3,188
(22) Non-certificated benefits	$1,364,767	$915,488	$322,127	$20,588	$105,915	$649
(23) SUB - TOTAL	$22,785,054	$19,890,443	$1,785,307	$114,150	$991,317	$3,837
(24) Services, contracts & supplies	$10,207,158	$3,115,077	$3,012,488	$3,404,743	$669,940	$4,910
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$782,336	$782,336				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$852,055	$0	$852,055	$0	$0	$0
(28) Unsupported	$405,994	$171,866	$197,227	$2,915	$33,986	$0
(29) Total Amortization	$1,258,049	$171,866	$1,049,282	$2,915	$33,986	$0
Interest on capital debt						
(30) Supported	$248,678	$0	$248,678	$0	$0	$0
(31) Unsupported	$26,744	$23,470	$412	$511	$2,351	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$35,308,019	$23,983,192	$6,096,167	$3,522,319	$1,697,594	$8,747
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,086,699	$1,104,725	($218,475)	$198,037	$0	$2,412

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

		TOTAL
Base Funding		$16,682,226
Additional Funding for Differential Cost Factors		$12,678,340
Targeted Funding for Provincial Initiatives		
Class Size Initiative		$917,834
Student Health Initiative(SHI)		$148,200
Alberta Initiative for School Improvement(AISI)		$423,652
SuperNet Services		$96,672
Children and Youth with Complex Needs		$0
Other Provincial Support Funding		
Institutional Programs		$0
Regional Consortium and Regional Educational Consulting Services		$0
Learning Resources Credit Allocation		$36,252
Infrastructure Maintenance Renewal (IMR)		$1,299,159
Other Funding from Alberta Education (describe)	ppa (109330); other (4,197)	($113,577)
Total Alberta Education Revenues		$32,168,758

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$1,121,781	$1,503,456	$564,296		$0	$0	$3,189,533
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$239,070	$269,355	$13,101		$0		$521,526
ECS Program Unit (PUF)	$0	$173,210	$59,641		$0		$232,851
Severe Disabilities (Gr 1-12)	$651,505	$1,612,485	$236,527		$0		$2,500,517
English as a Second Language (ESL)		$38,264	$7,225		$0		$45,489
French Language & Francisation	$558,396	$46,777	$4,988		$0		$610,161
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$76,987	$148,429	$38,796		$0		$264,212
Alberta Initiative for School Improvement	$391,584	$0	$32,068	$0	$0		$423,652
Student Health Initiative	$87,616	$122,225	$36,237		$0		$246,078
SuperNet Service			$0		$0		$0
Class Size Initiative	$918,000	$0	$0	$0	$0		$918,000
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$11,112,257	$819,046	$1,416,801	$705,397	$0	$977,672	$15,031,173
TOTAL EXPENSES	$15,157,196	$4,733,247	$2,409,680	$705,397	$0	$977,672	$23,983,192

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	3.0	7.4
ECS Program Unit (PUF)	0.0	6.8
Severe Disabilities (Gr 1-12)	8.5	53.1

School Jurisdiction Code: 2125

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$35,308,019**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.45%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,924,287
Considerations for Charter Schools and Small School Boards		
If Charter School, enter $58,366	$0	$0
If School Board, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$1,924,287**
Less: 2006/2007 Board and System Administration expenses		-$1,697,594
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$226,693

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$517,030
Sources of School Generated Funds:				
Fundraising activities	$1,826,998	$1,123,777	$703,221	
Student fees (Non-Instructional) (Note 1)	$0	$0	$0	
Donations and grants to schools	$0	$0	$0	
Other (describe): cafeteria	$304,991	$274,855	$30,136	
Net Additions to SGF	$2,131,989	$1,398,632		$733,357
Net SGF Available				$1,250,387
Uses of Net School Generated Funds:				
Extra-curricular activities			$478,499	
School site beautification			$1,559	
Field Trips			$178,564	
Equipment			$25,213	
Family literacy and other community resources			$15,529	
Other (describe): other school programs			$82,972	
Total Uses of Net SGF (Note 2)				$782,336
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$468,051

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 6020

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aurora School Ltd.
Legal Name of School Jurisdiction

12245-131 Street, Edmonton AB T5L 1M8
Mailing Address

Phone: (780) 454-1855 Fax: (780) 454-8104
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Aurora School Ltd. presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Debra King — "ORIGINAL SIGNED"
Name — **Signature**

SUPERINTENDENT

Ross Johnston — "ORIGINAL SIGNED"
Name — **Signature**

SECRETARY TREASURER OR TREASURER

Hollly Maccagno — "ORIGINAL SIGNED"
Name — **Signature**

15-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 6020

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2900 Bell Tower
10104-103 Avenue
Edmonton, Alberta
T5J 0H8
Tel: 780.424.3000
Fax: 780.429.4817
www.krpgroup.com
An independent member firm of DFK

KRP LLP
KINGSTON•ROSS•PASNAK

October 19, 2007
Edmonton, Alberta

Auditors' Report

To the members of Aurora School Ltd.:

We have audited the statement of financial position of the Aurora School Ltd. as at August 31, 2007 and the statements of revenues and expenses, cash flows and changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Association as at August 31, 2007 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kingston Ross Pasnak LLP

Kingston Ross Pasnak LLP
Chartered Accountants

School Jurisdiction Code: 6020

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$4,530,562	$4,283,963
Accounts receivable (net after allowances)		$164,392	$21,151
Prepaid expenses		$0	$0
Other current assets		$0	$0
Total current assets		$4,694,954	$4,305,114
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$871,737		
Less: accumulated amortization	($122,439)	$749,298	$159,119
Equipment	$205,848		
Less: accumulated amortization	($186,495)	$19,353	$10,844
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$768,651	$169,963
TOTAL ASSETS		$5,463,605	$4,475,077
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$652,407	$207,407
Deferred revenue		$143,417	$101,071
Deferred capital allocations		$0	$0
Current portion of all long term debt		$25,756	$24,441
Total current liabilities		$821,580	$332,919
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$57,561	$82,002
Mortgages		$0	$0
Less: Current portion of unsupported debt		($25,756)	($24,441)
Other long term liabilities		$0	$0
Unamortized capital allocations		$115,776	$0
Total long term liabilities		$147,581	$57,561
TOTAL LIABILITIES		$969,161	$390,480
NET ASSETS			
Unrestricted net assets		$3,646,983	$3,594,489
Operating Reserves		$252,146	$402,146
Accumulated Operating Surplus (Deficit)		$3,899,129	$3,996,635
Investment in capital assets		$595,315	$87,962
Capital Reserves		$0	$0
Total Capital Funds		$595,315	$87,962
Total net assets		$4,494,444	$4,084,597
TOTAL LIABILITIES AND NET ASSETS		$5,463,605	$4,475,077

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 6020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$3,041,323	$2,988,000	$3,700,797
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$36,120	$35,000	$37,323
Transportation fees	$0	$55,000	$61,728
Other sales and services	$1,164	$0	$8,686
Investment income	$169,156	$70,000	$105,266
Gifts and donations	$0	$0	$0
Rentals of facilities	$6,508	$4,000	$6,842
Net school generated funds	$30,185	$30,000	$29,850
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$3,284,456	$3,182,000	$3,950,492
EXPENSES			
Certificated salaries	$1,614,155	$1,632,000	$1,531,695
Certificated benefits	$191,581	$195,800	$184,214
Non-certificated salaries and wages	$137,343	$133,200	$120,870
Non-certificated benefits	$20,289	$16,000	$17,258
Services, contracts and supplies	$844,339	$784,800	$740,400
Net school generated funds	$30,185	$30,000	$29,850
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$31,565	$40,000	$39,491
Total Amortization of capital assets	$31,565	$40,000	$39,491
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$4,148	$6,000	$5,475
Total Interest on capital debt	$4,148	$6,000	$5,475
Other interest charges	$1,004	$2,500	$2,354
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$2,874,609	$2,840,300	$2,671,607
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$409,847	$341,700	$1,278,885
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$409,847	$341,700	$1,278,885

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6020

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$409,847	$1,278,885
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$31,565	$39,491
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($143,241)	$61,205
Prepaids and other current assets	$0	$0
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$445,000	($50,445)
Deferred revenue	$42,346	($648,874)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$1
Total sources (uses) of cash from Operations	$785,517	$680,263
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($615,775)	$0
Equipment	($14,478)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($630,253)	$0
C. FINANCING ACTIVITIES		
Capital allocations	$115,776	$0
Issue of long term debt	$0	$0
Repayment of long term debt	($24,441)	($23,194)
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$91,335	($23,194)
Net sources (uses) of cash during year	$246,599	$657,069
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$4,283,963	$3,626,894
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$4,530,562	$4,283,963

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6020

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$4,084,597	$87,962	$3,594,489	$402,146	$0
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$4,084,597	$87,962	$3,594,489	$402,146	$0
Excess(def) of revenue over expenses	$409,847		$409,847		
Board funded capital transactions		$538,918	($388,918)	($150,000)	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($31,565)	$31,565		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$4,494,444	$595,315	$3,646,983	$252,146	$0

School Jurisdiction Code: 6020

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$0	$0
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$0	$0
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$115,776	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		($115,776)	$115,776
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2007		$0	$115,776

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

AURORA SCHOOL LTD.

August 31, 2007

Note 1
Incorporation and Operations

Aurora School Ltd. ("the School") is a non-profit charter school incorporated under the Companies Act of Alberta. The School is governed by the School Act and the related Chartered Schools regulations. The School has been operating as a chartered school by Alberta Education since September 1996.

Note 2
Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following accounting policies:

Cash and cash equivalents
Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less.

Marketable securities
Marketable securities are stated at cost with provisions being made for declines in market value where the decline is considered to be other than temporary. Market value at August 31, 2007 was $4,361,955 (2006 - $3,715,708). Market value is determined as cost plus accrued interest.

Property and equipment
Property and equipment are initially recorded at cost. Amortization is provided using the straight-line method at rates intended to amortize the cost of the assets over their useful lives.

	Rate
Furniture and fixtures	5%
Improvements to building and grounds	10%
Computer Hardware	33%
Computer Software	50%

Improvements to building and grounds are amortized over the remaining term of the lease.

Income Taxes
Aurora School is registered charity and is exempt from income taxes under subsection 149.1(1) of the Income Tax Act (Canada).

Note 2
Significant Accounting Policies (Continued)

Revenue Recognition

Aurora School follows the deferral method of accounting for contributions. Restricted contributions from government, member organizations and donors are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions from Government, resource fees, interest, fundraising and rental are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Donation revenues are recognized when received.

Contributed Services

Volunteers contribute many hours to assist the school in performing its function. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Pensions

The School's employment contracts have no provision for employer contributions to a pension plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The significant estimates pertain to economic lives of property and equipment.

Note 3
Accounts Receivable

	2007	2006
Alberta Education (Infrastructure)	$ 3,390	$ -
Alberta Education (Infrastructure)	115,776	-
	$ 119,166	$ -

The accounts receivable balance consists of amounts receivable from Alberta Education relating to the balance of lease support for portables and amounts owed for construction for the new location.

Note 4
Property and Equipment

			2007	2006
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture and fixtures	$ 71,598	$ 64,334	$ 7,264	$ 10,844
Improvements to building and grounds	615,776	-	615,776	-
Computer hardware	123,494	111,405	12,089	-
Computer software	10,756	10,756	-	-
	821,624	186,495	635,129	10,844
Assets held for sale	255,961	122,439	133,522	159,119
	$ 1,077,585	$ 308,934	$ 768,651	$ 169,963

Amortization provided for in the current year totaled $31,565; (2006 - $39,491).

Assets held for sale include a portable classroom building under a capital lease with a gross cost of $123,617 and accumulated amortization of $37,341 (2006 - $24,724).

Included in assets held for sale are portable classroom buildings that are no longer in use and are being held for sale. In the subsequent year, amortization will no longer be taken for the assets held for sale.

At the end of the year the School moved into a new leased building and is in the process of performing significant leasehold improvements. No amortization is taken on the leasehold improvements as the additions were not complete at year end.

Note 5
Accounts Payable

	2007	2006
Other trade payables	$ 559,259	$ 173,726
Transportation fees owing to parents	62,598	-
	$ 621,857	$ 173,726

AURORA SCHOOL LTD.

August 31, 2007

Note 6
Deferred Contributions

	2007	2006
Small Class Initiative	$ 96,763	$ 17,634
Donner Canadian Foundation	30,370	37,153
Sundry donors for playground development	16,284	16,284
Contributions for video conferencing	-	30,000
	$ 143,417	$ 101,071

The deferred contributions represent resources which are restricted by the contributors as to their use.

The School has spent $6,783 (2006 - $4,183) of the Donner Canadian Foundation contributions during the year. The remaining funds are to be spent on the biological science program.

The School has spent the $30,000 that was reserved for video conferencing equipment. As a result the $30,000 has been recognized as revenue in the current period.

In prior years, the School has received various donations for playground development. None of these amounts have been spent to date.

Note 7
Capital Deferred Contributions

	2007	2006
Contributions for operations - Alberta Infrastructure	$ 115,776	$ -

The deferred capital contribution represents amounts to be paid by Alberta Infrastructure for leasehold improvements being made to the School.

AURORA SCHOOL LTD.

August 31, 2007

Note 8
Capital Lease Obligation

	2007	2006
Obligation under capital lease payable in equal monthly installments of $2,389 plus interest at prime plus 1% due October 2009.	$ 57,561	$ 82,002
Less: current portion	25,756	24,441
	$ 31,805	$ 57,561

Minimum lease payments related to obligation under capital lease are as follows:

2008	$ 28,164
2009	28,164
2010	4,694
	61,022
Less: imputed interest (5.25%)	3,461
Less: current portion	25,756
	$ 31,805

Note 9
Commitments

Aurora School Ltd. is committed under the terms of a lease agreement expiring in August 2011 to the following minimum annual base rental payments:

2008	$ 420,000
2009	420,000
2010	420,000
2011	420,000

The School has entered into a $5.200,000 contract for the renovation of its premises. To date the School has received an agreement from Alberta Education to fund $1,770,000 of this commitment. Alberta Education's support was conditional on the School contributing $500,000 to the renovation project.

Note 10
Internal Restrictions on Net Assets

As the School is not permitted to borrow funds, the Board has appropriated surpluses to provide for the following future commitments and/or contractual obligations:

a)	Curriculum development	$100,000
	This internal restriction of net assets will provide for any costs associated with the School developing a high school program.	
b)	Building and grounds maintenance	$140,646
	This internal restriction of net assets will provide for upgrades and improvements to the school as required under the occupancy agreement. (Note 5)	
c)	Transportation reserve	$11,500
	This internal restriction of net assets will provide for future transportation costs.	

Note 11
Financial Instruments

The School's financial instruments consist of cash, accounts receivable, accounts payable, and accrued liabilities and capital lease obligations. It is managements opinion that the School is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Fair value
The carrying values of cash, accounts receivable and accounts payable approximate their fair value due to the short-term maturities of these instruments. Financial instruments also include a capital lease obligation (Note 5). Management considers that no events have occurred subsequent to the arrangement of this lease that would indicate that fair value differs substantially from carrying value.

Interest rate risk
The School is exposed to interest rate risk with respect to the amount of interest earned annually from cash funds on deposit with financial institutions as well as interest rate risk on its $57,561 capital lease obligation which has a floating rate instrument. The School has not entered into financial instruments to hedge against this risk.

AURORA SCHOOL LTD.

August 31, 2007

Note 12
Fundraising

		2007		2006
Revenues	$	40,870	$	40,325
Expenses		(18,198)		(17,105)
	$	22,672	$	23,220

Note 13
Comparative Figures

Certain comparative figures have been reclassified to conform with the current year's presentation.

Schedule of Student Instruction Expenses

AURORA SCHOOL LTD.

Year ended August 31, 2007

	2007	2006
Computer services and supplies	$ 49,954	$ 19,395
Text books	19,047	15,121
Library books	8,243	10,940
Math supplies	7,533	5,970
Biological Sciences (Donner Foundation)	6,783	4,183
Science supplies	6,413	5,546
Office and classroom supplies	5,706	7,677
Literacy materials	2,502	5,299
Art supplies	1,547	2,647
Physical education supplies	1,010	3,906
Music supplies	182	2,693
	$ 108,920	$ 83,377

AURORA SCHOOL LTD. 2006-07
Remuneration and Monetary Incentives

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Debra King	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Nazir Mulji	1.0	$0	$0	$0			$0	$0
Name	Ron Hiebert	1.0	$0	$0	$0			$0	$0
Name	Elizabeth Emslie	1.0	$0	$0	$0			$0	$0
Name	Don Wilson	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	Ross Johnston*	1.0	$38,701	$0	$0	$500	$0	$39,201	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Holly Maccagno*	0.2	$10,923	$0	$0	$500	$0	$11,423	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		24.4	$1,601,155	$191,581	$0	$13,000	$0	$1,805,736	
Uncertificated Salaries & Wages		4.0	$135,343	$20,289	$0	$2,000	$0	$157,632	
TOTALS			**$1,786,122**	**$211,870**	**$0**	**$16,000**	**$0**	**$2,013,992**	

PLEASE NOTE that "Superintendent" and "Secretary/Treasurer" are NOT salaried employees - their remuneration is included in "Services, Contracts & Supplies"

School Jurisdiction Code: 6020

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Aurora School Ltd.
Legal Name of School Jurisdiction

12245-131 Street, Edmonton AB T5L 1M8
Mailing Address

Phone: (780) 454-1855 Fax: (780) 454-8104
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Holly Maccagno	"ORIGINAL SIGNED"
Name	Signature

15-Nov-07
Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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School Jurisdiction Code 6020

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$3,041,323	$2,457,931	$323,949	$201,077	$58,366	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$0		$0			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$0	$0	$0	$0	$0	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$36,120	$36,120				
(10) Transportation fees	$0			$0		
(11) Other sales and services	$1,164	$0	$0	$0	$0	$1,164
(12) Investment income	$169,156	$0	$92,788	$0	$76,368	$0
(13) Gifts and donations	$0	$0	$0	$0		$0
(14) Rentals of facilities	$6,508	$6,508	$0	$0	$0	$0
(15) Net school generated funds	$30,185	$30,185			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$0	$0	$0	$0		$0
(18) TOTAL REVENUES	$3,284,456	$2,530,744	$416,737	$201,077	$134,734	$1,164
EXPENSES						
(19) Certificated salaries	$1,614,155	$1,614,155			$0	$0
(20) Certificated benefits	$191,581	$191,581			$0	$0
(21) Non-certificated salaries and wages	$137,343	$137,343	$0	$0	$0	$0
(22) Non-certificated benefits	$20,289	$20,289	$0	$0	$0	$0
(23) SUB - TOTAL	$1,963,368	$1,963,368	$0	$0	$0	$0
(24) Services, contracts & supplies	$844,339	$259,557	$288,793	$161,255	$134,734	$0
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$30,185	$30,185				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$0	$0	$0	$0	$0	$0
(28) Unsupported	$31,565	$0	$31,565	$0	$0	$0
(29) Total Amortization	$31,565	$0	$31,565	$0	$0	$0
Interest on capital debt						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$4,148	$0	$4,148	$0	$0	$0
(32) Other interest charges	$1,004	$0	$1,004	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$2,874,609	$2,253,110	$325,510	$161,255	$134,734	$0
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$409,847	$277,634	$91,227	$39,822	$0	$1,164

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$2,193,120
Additional Funding for Differential Cost Factors	$657,846
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$107,621
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$52,736
SuperNet Services	$0
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$0
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe) Video-Conferencing (previously deferre	$30,000
Total Alberta Education Revenues	$3,041,323

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$145,864	$124,195	$0		$0	$0	$270,059
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$0	$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$10,000	$3,800	$39,656	$0	$0		$53,456
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$0		$0		$0
Class Size Initiative	$70,071	$14,554	$22,996	$0	$0		$107,621
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$1,579,801	$15,083	$196,905	$0	$0	$0	$1,821,974
TOTAL EXPENSES	$1,805,736	$157,632	$259,557	$0	$0	$0	$2,253,110

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

School Jurisdiction Code: 6020

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$2,874,609**
STEP 1 **Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense**		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2 **Calculate maximum expense limit AMOUNTS for Board and System Administration expense:**		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$143,730
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$58,366	$143,730
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$143,730**
Less: 2006/2007 Board and System Administration expenses		-$134,734
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$8,996

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$0
Sources of School Generated Funds:				
Fundraising activities	$40,870	$18,198	$22,672	
Student fees (Non-Instructional) (Note 1)	$0	$0	$0	
Donations and grants to schools	$7,513	$0	$7,513	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$48,383	$18,198		$30,185
Net SGF Available				$30,185
Uses of Net School Generated Funds:				
Extra-curricular activities			$12,822	
School site beautification			$6,375	
Field Trips			$2,413	
Equipment			$8,575	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$30,185
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$0

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 2285

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Battle River Regional Division #31
Legal Name of School Jurisdiction

5402 48A Ave. Camrose, Alberta T4V 0L3
Mailing Address

Telephone (780)672-6131 Fax (780)672-6137
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Battle River Regional Division #31 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Cheryl Smith	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Dr. Larry Payne	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

William Schulte, CGA	"ORIGINAL SIGNED"
Name	Signature

27-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

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HARBERG NIKIFORUK WOOD LLP
Chartered Accountants

4602 - 49 Avenue
Camrose, AB
T4V 0M6

* Brian W. Harberg, CA
* D. Wayne Nikiforuk, CA
* Greg J. Wood, CA
* Denotes Professional Corporation

Phone (780)672-2600
1-866-772-2600
Fax (780)672-0057
E-Mail hnw@hnw-ca.com

AUDITORS' REPORT

To the Board of Trustees
Battle River Regional Division No. 31

We have audited the statement of financial position of the Battle River Regional Division No. 31 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

"Original Signed"

Chartered Accountants

Camrose, Alberta
November 27, 2007

School Jurisdiction Code: 2285

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$13,788,523	$11,503,223
Accounts receivable (net after allowances)		$1,020,929	$1,208,218
Prepaid expenses		$589,125	$457,453
Other current assets		$769,407	$574,622
Total current assets		$16,167,984	$13,743,516
School generated assets		$960,840	$890,256
Trust assets		$600,949	$624,099
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,151,724	$1,151,724
Buildings	$71,086,961		
Less: accumulated amortization	($39,476,147)	$31,590,814	$33,517,750
Equipment	$6,145,771		
Less: accumulated amortization	($3,675,489)	$2,470,282	$2,190,877
Vehicles	$9,577,543		
Less: accumulated amortization	($5,824,883)	$3,752,660	$3,518,347
Total capital assets		$38,965,480	$40,378,698
TOTAL ASSETS		$56,695,253	$55,636,569
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,114,248	$3,039,912
Deferred revenue		$2,715,917	$656,283
Deferred capital allocations		$219,300	$23,668
Current portion of all long term debt		$998,221	$998,221
Total current liabilities		$7,047,686	$4,718,084
School generated liabilities		$960,840	$890,256
Trust liabilities		$600,949	$624,099
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$6,767,480	$7,765,700
Less: Current portion of supported debt		($998,221)	($998,221)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$14,616,253	$14,985,730
Total long term liabilities		$21,947,301	$23,267,564
TOTAL LIABILITIES		$28,994,987	$27,985,648
NET ASSETS			
Unrestricted net assets		$1,216,033	$1,216,033
Operating Reserves		$8,896,119	$8,651,187
Accumulated Operating Surplus (Deficit)		$10,112,152	$9,867,220
Investment in capital assets		$17,581,747	$17,627,268
Capital Reserves		$6,367	$156,433
Total Capital Funds		$17,588,114	$17,783,701
Total net assets		$27,700,266	$27,650,921
TOTAL LIABILITIES AND NET ASSETS		$56,695,253	$55,636,569

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$62,768,883	$64,937,611	$61,390,894
Federal Government and/or First Nations	$39,896	$99,600	$91,025
Other Alberta school authorities	$3,455	$0	$12,304
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$362	$0	$0
Instruction resource fees	$578,628	$607,153	$556,859
Transportation fees	$26,703	$25,000	$25,283
Other sales and services	$895,516	$431,945	$969,119
Investment income	$602,918	$300,000	$429,323
Gifts and donations	$47,229	$2,100	$50,822
Rentals of facilities	$22,171	$12,000	$16,431
Net school generated funds	$1,264,450	$1,003,820	$1,209,614
Gains on disposal of capital assets	$36,020	$0	$6,002
Amortization of capital allocations	$1,561,090	$1,542,488	$1,542,483
Total Revenues	$67,847,321	$68,961,717	$66,300,159
EXPENSES			
Certificated salaries	$32,346,473	$32,612,911	$31,751,633
Certificated benefits	$3,342,750	$3,264,230	$3,059,137
Non-certificated salaries and wages	$12,024,443	$11,668,245	$11,578,268
Non-certificated benefits	$2,451,134	$2,970,660	$1,955,401
Services, contracts and supplies	$12,315,057	$16,075,113	$12,292,025
Net school generated funds	$1,264,450	$1,003,820	$1,209,614
Capital and debt services			
Amortization of capital assets			
Supported	$1,561,090	$1,542,488	$1,542,483
Unsupported	$1,772,699	$1,902,800	$1,902,804
Total Amortization of capital assets	$3,333,789	$3,445,288	$3,445,287
Interest on capital debt			
Supported	$719,714	$778,194	$835,659
Unsupported	$0	$0	$0
Total Interest on capital debt	$719,714	$778,194	$835,659
Other interest charges	$166	$0	$224
Losses on disposal of capital assets	$0	$0	$17,301
Total Expenses	$67,797,976	$71,818,461	$66,144,549
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$49,345	($2,856,744)	$155,610
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$49,345	($2,856,744)	$155,610

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$49,345	$155,610
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($1,561,090)	($1,542,483)
Total amortization expense	$3,333,789	$3,445,287
Gains on disposal of capital assets	($36,020)	($6,002)
Losses on disposal of capital assets	$0	$17,301
Changes in accrued accounts:		
Accounts receivable	$187,289	$1,126,074
Prepaids and other current assets	($326,457)	$31,215
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$74,336	($159,758)
Deferred revenue	$2,059,634	($315,040)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$3,780,826	$2,752,204
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($322,406)	($316,996)
Equipment	($631,522)	($896,071)
Vehicles	($1,003,913)	($57,976)
Net proceeds from disposal of capital assets	$63,114	$14,634
Other (describe)		$0
Total sources (uses) of cash from Investing activities	($1,894,727)	($1,256,409)
C. FINANCING ACTIVITIES		
Capital allocations	$399,201	$480,197
Issue of long term debt	$0	$0
Repayment of long term debt	($998,220)	($1,149,983)
Add back: supported portion	$998,220	$1,149,983
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$399,201	$480,197
Net sources (uses) of cash during year	$2,285,300	$1,975,992
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$11,503,223	$9,527,231
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$13,788,523	$11,503,223

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 2285

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$27,650,921	$17,627,268	$1,216,033	$8,651,187	$156,433
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$27,650,921	$17,627,268	$1,216,033	$8,651,187	$156,433
Excess(def) of revenue over expenses	$49,345		$49,345		
Board funded capital transactions		$1,754,272	($90,449)	($1,450,643)	($213,180)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($3,333,789)	$3,333,789		
Amortization of capital allocations		$1,561,090	($1,561,090)		
Disposal of unsupported capital assets	$0	($27,094)	($36,020)		$63,114
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($1,695,575)	$1,695,575	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$27,700,266	$17,581,747	$1,216,033	$8,896,119	$6,367

School Jurisdiction Code: 2285

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$23,668	$14,985,730
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$23,668	$14,985,730
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$0	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$250,000	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$4,892	
Other capital grants and donations		$144,309	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$998,220
Expended capital allocations - current year		($203,569)	$203,569
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$10,176
Capital allocations amortized to revenue			$1,561,090
Balance at August 31, 2007		$219,300	$14,616,253

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* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2007

1. Authority and Purpose:

Battle River Regional Division No. 31 delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School Jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. Summary of Significant Accounting Policies:

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

b) Capital Assets

Capital assets costing greater than $5,000 are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

In the year of acquisition, no amortization is recorded. In year of disposal, a full year of amortization is calculated. Capital assets allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

2. Summary Of Significant Accounting Policies (continued):

c) Prepaid Expense

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses and annual service contracts fall into this category.

d) Inventories

Inventories are recorded at the lower of cost or net realizable value.

e) School Generated Funds

These are funds which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (eg. yearbook sales, graduation fees, field trip fees, etc.)

f) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

g) Contributed Services

Volunteers assist schools operated by the Jurisdiction in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is not otherwise purchased, contributed services are not recognized in the financial statements.

h) Pension Obligation

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Battle River Regional Division No. 31 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $634,628 for the year ended August 31, 2007. As at December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2007

2. Summary Of Significant Accounting Policies (continued):

i) Employee Future Benefits

The Jurisdiction accrues its obligations under employee future benefits plans and expenses the related costs. There is no financial impact on the jurisdiction at this time.

j) Financial Instruments

The Jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the Jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair market value of the financial instruments approximate their carrying value. The Jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

3. Accounts Receivable:

	2007	2006
Alberta Education	$ 229,581	$ 262,618
Alberta Infrastructure and Transportation	-	154,583
Alberta Finance	393,402	451,882
Other Province of Alberta	36,180	21,300
Federal Government	94,991	103,540
Other	266,775	214,295
	$ 1,020,929	$ 1,208,218

4. Bank Indebtedness:

The Jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the Jurisdiction. There was no balance outstanding on the line of credit at August 31, 2007.

5. Accounts Payable And Accruals:

	2007	2006
Alberta Education	$ 195,670	$ 102,703
Alberta Finance	393,402	451,883
Other Province of Alberta	40,475	39,952
Federal Government	655,290	654,296
Other Trade Payable and Accrued Liabilities	1,809,059	1,791,078
Other School Jurisdictions	20,352	-
	$ 3,114,248	$ 3,039,912

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2007

6. Deferred Revenue:

	2007	2006
Infrastructure Maintenance and Renewal	$ 2,567,084	$ 512,808
Infrastructure - other	87,980	87,980
Fees and other	21,514	55,495
Alberta Initiative for School Improvement	39,339	-
	$ 2,715,917	$ 656,283

7. Trust Liabilities:

	2007	2006
Trust funds for scholarships	$ 599,569	$ 619,757
Damage deposits	519	497
Student travel	205	192
Early childhood services	656	3,653
	$ 600,949	$ 624,099

8. Long-Term Debt:

a) The debenture debt bears interest rates varying between 7.375% to 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows;

	Principal	Interest	Total
2007-2008	$ 998,221	$ 674,995	$ 1,673,216
2008-2009	840,938	571,795	1,412,733
2009-2010	794,071	485,363	1,279,434
2010-2011	725,787	404,223	1,130,010
2011-2012	664,065	331,243	995,308
2012 to maturity	2,744,398	827,542	3,571,940
Total	$ 6,767,480	$ 3,295,161	$ 10,062,641

b) As the debentures are fully supported by grants, the amount of working capital (current assets minus current liabilities) available is understated by $998,221 as at August 31, 2007 (2006 - $998,221).

9.(d)

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2007

9. Reserves:

Reserves created by authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with the terms and conditions established by the Board.

	Balance Beginning	Appropriated	Utilized	Balance Ending
Operating				
Instruction	$ 1,490,196	$ -	$ 595,001	$ 895,195
School budgets	1,231,394	454,393	25,013	1,660,774
Special education	955,871	201,957	57,273	1,100,555
Computer services	118,080	91,757	23,544	186,293
Classroom Learning Conditions	687,051	658,886	642,687	703,250
Operations and maintenance	1,136,485	885,491	416,477	1,605,499
System administration	1,149,563	52,823	47,795	1,154,591
Transportation	1,882,547	371,701	664,286	1,589,962
	8,651,187	2,717,008	2,472,076	8,896,119
Capital				
Equipment	156,433	63,114	213,180	6,367
	$ 8,807,620	$ 2,780,122	$ 2,685,256	$ 8,902,486

10. Deferred Capital Allocations:

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

11. Unamortized Capital Allocations:

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital assets. The unamortized capital allocations account balances is increased by transfers of deferred capital allocation expended, as well as fully-supported debenture principal repayments.

12. Contingencies:

The jurisdiction is a member of the reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contribution to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

9.(e)

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2007

13. Related Party Transactions:

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)		
2006-2007			Revenues	Expenses
Government of Alberta				
Education	$ 229,581	$ 2,992,640	$ 61,819,597	$ 350,525
Infrastructure & transportation	-	87,980	-	-
Finance	393,402	393,402	719,714	719,714
Health & Wellness	-	40,475	-	-
Human Resources/ Employment	32,700	-	147,400	-
Other Government of Alberta departments	2,775	-	73,096	37,131
Other				
Health authorities	705	-	9,076	29,733
Post-secondary institutions	-	-	-	4,239
Other Alberta school jurisdictions	-	20,352	3,455	147,360
Total 2006-2007	$ 659,163	$ 3,534,849	$ 62,772,338	$ 1,288,702
Total 2005-2006	$ 890,383	$ 1,370,276	$ 61,412,272	$ 1,464,409

14. Economic Dependence On Related Third Party:

The Battle River Regional Division No. 31's primary source of income is from the Alberta Government. The Jurisdiction's ability to continue viable operations is dependent on this funding.

15. Budget Amounts:

The budget was prepared by the Jurisdiction's management with the Board of Trustees approval given on December 14, 2006. It is presented for information purposes only and has not been audited.

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2007

16. Renumeration and Monetary Incentives:

The Battle River Regional Division No. 31 had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Allowances	Expenses
Chair					
Brenda Herder	1.00	$ 24,367	$ 4,292	$ -	$ 6,320
Other Members					
Cheryl Smith	1.00	26,874	4,039	-	7,293
Gerry Oberg	1.00	23,231	2,102	-	9,758
Rebecca Heiberg	1.00	19,426	4,711	-	4,799
Patricia Zeniuk	1.00	23,223	4,892	-	8,421
Ken Offord	1.00	21,447	4,812	-	4,674
Victor Petruk	1.00	19,592	3,721	-	6,869
Hameed Syed	1.00	14,570	-	-	2,026
Subtotal		172,730	28,569	-	50,160
Superintendent					
Warren Phillps	1.00	147,188	10,161	23,092	12,914
Secretary/Treasurer					
William Schulte	1.00	121,295	21,220	-	14,265
Certificated Teachers	420.42	32,176,193	3,332,589	-	-
Non-certificated-Other	375.10	11,730,418	2,401,345	-	-
TOTALS		$ 44,347,824	$5,793,884	$ 23,092	$ 77,339

17. Comparative Figures:

The comparative figures have been reclassified where necessary to conform with the current years presentation.

School Jurisdiction Code: 2285

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Battle River Regional Division #31
Legal Name of School Jurisdiction

5402 48A Ave., Camrose, Alberta T4V 0L3
Mailing Address

Telephone (780)672-6131 Fax (780)672-6137
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

William Schultz, CGA	**"ORIGINAL SIGNED"**
Name	Signature

27-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2285

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SCHEDULE A

School Jurisdiction Cod 2285

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education**	$61,819,597	$46,915,737	$6,970,210	$5,123,255	$2,315,794	$494,601
(2)	**Alberta Infrastructure & Transportation**	$0	$0	$0			
(3)	**Alberta Finance**	$719,714		$719,714			$0
(4)	**Other - Government of Alberta**	$229,572	$221,772	$7,800	$0	$0	$0
(5)	**Federal Government and/or First Nations**	$39,896	$39,896	$0	$0	$0	$0
(6)	**Other Alberta school authorities**	$3,455	$3,455	$0	$0	$0	$0
(7)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(8)	**Alberta municipalities** (excl. supplementary requisitions)	$362	$362	$0	$0	$0	$0
(9)	**Instruction resource fees**	$578,628	$578,628				
(10)	**Transportation fees**	$26,703			$26,703		
(11)	**Other sales and services**	$895,516	$499,116	$155,833	$236,675	$3,892	$0
(12)	**Investment income**	$602,918	$578,801	$0	$0	$24,117	$0
(13)	**Gifts and donations**	$47,229	$47,229	$0	$0		$0
(14)	**Rentals of facilities**	$22,171	$0	$22,171	$0	$0	$0
(15)	**Net school generated funds**	$1,264,450	$1,264,450			$0	
(16)	**Gains on disposal of capital assets**	$36,020	$1,962	$6,435	$27,623	$0	$0
(17)	**Amortization of capital allocations**	$1,561,090	$33,602	$1,522,191	$5,297		$0
(18)	**TOTAL REVENUES**	$67,847,321	$50,185,010	$9,404,354	$5,419,553	$2,343,803	$494,601
	EXPENSES						
(19)	**Certificated salaries**	$32,346,473	$31,858,982			$433,678	$53,813
(20)	**Certificated benefits**	$3,342,750	$3,303,513			$34,704	$4,533
(21)	**Non-certificated salaries and wages**	$12,024,443	$6,832,589	$1,394,915	$2,423,582	$1,039,160	$334,197
(22)	**Non-certificated benefits**	$2,451,134	$1,605,874	$307,871	$251,260	$203,393	$82,736
(23)	**SUB - TOTAL**	$50,164,800	$43,600,958	$1,702,786	$2,674,842	$1,710,935	$475,279
(24)	**Services, contracts & supplies**	$12,315,057	$4,877,942	$4,477,291	$2,340,091	$579,877	$39,856
(25)	**Cost recoveries between programs**	$0	$20,534	$0	$0	$0	($20,534)
(26)	**Net school generated funds**	$1,264,450	$1,264,450				
	Capital and debt services						
	Amortization of capital assets						
(27)	Supported	$1,561,090	$33,602	$1,522,191	$5,297	$0	$0
(28)	Unsupported	$1,772,699	$192,361	$799,973	$690,084	$90,281	$0
(29)	Total Amortization	$3,333,789	$225,963	$2,322,164	$695,381	$90,281	$0
	Interest on capital debt						
(30)	Supported	$719,714	$0	$719,714	$0	$0	$0
(31)	Unsupported	$0	$0	$0	$0	$0	$0
(32)	Other interest charges	$166	$0	$0	$0	$166	$0
(33)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34)	**TOTAL EXPENSES**	$67,797,976	$49,989,847	$9,221,955	$5,710,314	$2,381,259	$494,601
(35)	**EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$49,345	$195,163	$182,399	($290,761)	($37,456)	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$35,512,282
Additional Funding for Differential Cost Factors	$21,934,489
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$1,822,689
Student Health Initiative (SHI)	$511,100
Alberta Initiative for School Improvement (AISI)	$837,269
SuperNet Services	$187,302
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$129,707
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$74,885
Infrastructure Maintenance Renewal (IMR)	$638,396
Other Funding from Alberta Education (describe) Secondments	$171,478
Total Alberta Education Revenues	$61,819,597

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$3,077,010	$2,905,163	$1,997,294		$20,351	$1,489,267	$9,489,085
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$2,022,314	$18,487	$202,635		$0		$2,243,436
ECS Program Unit (PUF)	$0	$589,131	$449,498		$0		$1,038,629
Severe Disabilities (Gr 1-12)	$1,593,841	$3,845,225	$229,254		$0		$5,668,320
English as a Second Language (ESL)	$0	$131,034			$0		$131,034
French Language & Francisation	$2,236	$0	$15,864		$183		$18,283
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$6,307	$0		$0		$6,307
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$842,075	$53,946	$82,899	$0	$0		$978,920
Student Health Initiative	$0	$0	$16,499		$0		$16,499
SuperNet Service			$189,708		$0		$189,708
Class Size Initiative	$1,822,689	$0	$0	$0	$0		$1,822,689
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$25,802,330	$889,170	$1,619,406	$74,885	$0	$0	$28,386,937
TOTAL EXPENSES	$35,162,495	$8,438,463	$4,803,057	$74,885	$20,534	$1,489,267	$49,989,847

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	30.0	0.0
ECS Program Unit (PUF)	0.0	16.3
Severe Disabilities (Gr 1-12)	21.8	136.6

School Jurisdiction Code: 2285

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$67,797,976
STEP 1 **Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense**		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%)		
STEP 2 **Calculate maximum expense limit AMOUNTS for Board and System Administration expense:**		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,711,919
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$2,711,919
Less: 2006/2007 Board and System Administration expenses		-$2,381,259
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$330,660

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$890,256
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,813,366	$960,437	$852,929	
Student fees (Non-instructional) (Note 1)	$356,809	$0	$356,809	
Donations and grants to schools	$119,536	$0	$119,536	
Other (describe): Interest	$5,760	$0	$5,760	
Net Additions to SGF	$2,295,471	$960,437		$1,335,034
Net SGF Available				$2,225,290
Uses of Net School Generated Funds:				
Extra-curricular activities			$1,006,975	
School site beautification			$3,958	
Field Trips			$171,764	
Equipment			$80,826	
Family literacy and other community resources			$0	
Other (describe): Bank Charges			$927	
Total Uses of Net SGF (Note 2)				$1,264,450
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$960,840

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 2245

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Black Gold Regional Division No. 18
Legal Name of School Jurisdiction

#301, 1101 5th Street, Nisku, Alberta T9A 7N3
Mailing Address

(780) 955-6025 (780) 955-6050 (Fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Black Gold Regional Division No. 18 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Barb Martinson	**"ORIGINAL SIGNED"**
Name	**Signature**

SUPERINTENDENT

Dr. Norman Yanitski	**"ORIGINAL SIGNED"**
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Orville Borys	**"ORIGINAL SIGNED"**
Name	**Signature**

28-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 2245

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MNP

MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

To the Board of Trustees of

BLACK GOLD REGIONAL DIVISION NO. 18

We have audited the statement of financial position of the **Black Gold Regional Division No. 18** as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Meyers Norris Penny LLP

Leduc, Alberta
November 8, 2007

CHARTERED ACCOUNTANTS

an independent member of
BAKER TILLY
INTERNATIONAL

CHARTERED ACCOUNTANTS & BUSINESS ADVISORS
200, 5019 - 49TH AVENUE, LEDUC, AB T9E 6T5
PH. (780) 986-2626 FAX (780) 986-2621 www.mnp.ca

School Jurisdiction Code: 2245

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$12,478,741	$9,428,878
Accounts receivable (net after allowances)		$1,175,770	$2,056,421
Prepaid expenses		$97,166	$42,196
Other current assets		$966,742	$226,773
Total current assets		$14,718,419	$11,754,268
School generated assets		$827,149	$671,268
Trust assets		$312,049	$285,875
Long term accounts receivable		$110,400	$147,200
Long term investments		$0	$0
Capital assets			
Land		$2,394,945	$2,394,945
Buildings	$98,963,342		
Less: accumulated amortization	($41,271,052)	$57,692,290	$57,945,438
Equipment	$6,715,242		
Less: accumulated amortization	($4,187,011)	$2,528,231	$2,608,236
Vehicles	$929,578		
Less: accumulated amortization	($476,841)	$452,737	$543,243
Total capital assets		$63,068,203	$63,491,862
TOTAL ASSETS		$79,036,220	$76,350,473
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,796,679	$3,610,354
Deferred revenue		$1,698,190	$211,160
Deferred capital allocations		$1,804,089	$1,805,535
Current portion of all long term debt		$1,538,067	$1,631,932
Total current liabilities		$8,837,025	$7,258,981
School generated liabilities		$827,149	$671,268
Trust liabilities		$312,049	$285,875
Employee future benefits liability		$59,400	$60,300
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$5,532,802	$7,164,734
Less: Current portion of supported debt		($1,538,067)	($1,631,932)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$51,066,004	$50,428,152
Total long term liabilities		$56,259,337	$56,978,397
TOTAL LIABILITIES		$65,096,362	$64,237,378
NET ASSETS			
Unrestricted net assets		$352,011	$393,739
Operating Reserves		$4,916,323	$4,076,125
Accumulated Operating Surplus (Deficit)		$5,268,334	$4,469,864
Investment in capital assets		$6,469,397	$5,898,976
Capital Reserves		$2,202,127	$1,744,255
Total Capital Funds		$8,671,524	$7,643,231
Total net assets		$13,939,858	$12,113,095
TOTAL LIABILITIES AND NET ASSETS		$79,036,220	$76,350,473

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 2245

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$67,687,105	$68,824,876	$64,438,716
Federal Government and/or First Nations	$156,492	$100,000	$157,297
Other Alberta school authorities	$508	$0	$2,194
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$71,807	$65,020	$62,028
Instruction resource fees	$541,366	$535,557	$497,974
Transportation fees	$107,638	$90,000	$84,330
Other sales and services	$418,738	$171,915	$576,882
Investment income	$542,123	$254,900	$323,946
Gifts and donations	$13,982	$0	$14,418
Rentals of facilities	$142,103	$134,364	$131,542
Net school generated funds	$140,533	$275,000	$268,850
Gains on disposal of capital assets	$0	$0	$18,780
Amortization of capital allocations	$2,700,885	$2,963,318	$2,510,462
Total Revenues	$72,523,280	$73,414,950	$69,087,419
EXPENSES			
Certificated salaries	$37,512,796	$37,822,996	$36,041,692
Certificated benefits	$4,232,731	$4,357,998	$3,884,911
Non-certificated salaries and wages	$10,344,162	$10,463,451	$9,572,235
Non-certificated benefits	$2,363,965	$2,441,705	$2,234,085
Services, contracts and supplies	$12,231,612	$13,884,989	$11,632,791
Net school generated funds	$140,533	$275,000	$268,850
Capital and debt services			
Amortization of capital assets			
Supported	$2,700,885	$2,963,318	$2,510,462
Unsupported	$543,446	$556,254	$486,238
Total Amortization of capital assets	$3,244,331	$3,519,572	$2,996,700
Interest on capital debt			
Supported	$626,387	$626,387	$810,003
Unsupported	$0	$0	$0
Total Interest on capital debt	$626,387	$626,387	$810,003
Other interest charges	$0	$3,000	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$70,696,517	$73,395,098	$67,441,267
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,826,763	$19,852	$1,646,152
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$1,826,763	$19,852	$1,646,152

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$1,826,763	$1,646,152
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($2,700,885)	($2,510,462)
Total amortization expense	$3,244,331	$2,996,700
Gains on disposal of capital assets	$0	($18,780)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$880,651	$1,524,501
Prepaids and other current assets	($794,939)	$435,612
Long term accounts receivable	$36,800	$36,800
Long term investments	$0	$0
Payables and accrued liabilities	$186,325	($1,399,354)
Deferred revenue	$1,487,030	($918,589)
Employee future benefit expense (recovery)	($900)	($2,700)
Other (describe) Net capital alloc/holdback non-cash transactions	($370,559)	$671,237
Total sources (uses) of cash from Operations	$3,794,617	$2,461,117
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($2,319,095)	($2,135,738)
Equipment	($479,493)	($592,605)
Vehicles	($22,084)	($111,736)
Net proceeds from disposal of capital assets	$0	$50,000
Other (describe) Net holdback non-cash transactions	($121,085)	($553,418)
Total sources (uses) of cash from Investing activities	($2,941,757)	($3,343,497)
C. FINANCING ACTIVITIES		
Capital allocations	$1,705,359	$1,210,583
Issue of long term debt	$0	$0
Repayment of long term debt	($1,631,932)	($1,939,276)
Add back: supported portion	$1,631,932	$1,939,276
Other (describe) Net capital allocations non-cash transactions	$491,644	($117,819)
Total sources (uses) of cash from Financing activities	$2,197,003	$1,092,764
Net sources (uses) of cash during year	$3,049,863	$210,384
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$9,428,878	$9,218,494
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$12,478,741	$9,428,878

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 2245

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$12,113,095	$5,898,976	$393,739	$4,076,125	$1,744,255
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$12,113,095	$5,898,976	$393,739	$4,076,125	$1,744,255
Excess(def) of revenue over expenses	$1,826,763		$1,826,763		
Board funded capital transactions		$1,113,867	($426,662)	($373,006)	($314,199)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($3,244,331)	$3,244,331		
Amortization of capital allocations		$2,700,885	($2,700,885)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($1,233,819)	$1,233,819	
Net transfers from operating reserves			$20,615	($20,615)	
Net transfers to capital reserves			($772,071)		$772,071
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$13,939,858	$6,469,397	$352,011	$4,916,323	$2,202,127

School Jurisdiction Code: 2245

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$1,805,535	$50,428,152
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$1,805,535	$50,428,152
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$1,557,849	
	Infrastructure & Transportation-School/Modular Project Capital *	$11,848	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$77,665	
Interest earned on provincial government capital allocations		$57,997	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$1,631,932
Expended capital allocations - current year		($1,706,805)	$1,706,805
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$2,700,885
Balance at August 31, 2007		$1,804,089	$51,066,004

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. Authority And Purpose

The School Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. It is not taxable under Section 149(1) of the *Income Tax Act.*

The School Jurisdiction receives instruction and support allocations under Regulation 77/2003. The Regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Grants received for construction and acquisition of capital assets are recognized as revenue on the same basis that the cost of the assets is amortized.

(b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

2. Significant Accounting Policies *(continued)*

(c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

(d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Black Gold Regional Division does not make pension contributions for certificated staff.

The Regional Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $569,916 for the year ended August 31, 2007 (2006 - $520,059). At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 - deficiency of $863,558,000).

The Division is a member of the Supplemental Integrated Pension Plan (SiPP). The plan provides supplementary pension plan benefits to a prescribed class of employees in addition to Local Authorities Pension Plan or Alberta Teacher Retirement Fund. There are four employees who are eligible to participate in the plan; all are currently participating. The current service contributions in 2007 were $35,549 and the accrued benefit liability at August 31, 2007 is $59,400.

(f) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(g) Financial Instruments

The Division's financial instruments consist of cash and temporary investments, accounts receivable, school generated assets and liabilities, trust assets and liabilities, long-term accounts receivable, accounts payable and accrued liabilities, employee future benefits liability, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. Significant Accounting Policies *(continued)*

(h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

(i) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(j) Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

(k) Recent Accounting Pronouncements

The Canadian Institute of Chartered Accountants issued new recommendations for the recognition and measurement of financial instruments, and amendments to the existing presentation and disclosure standards, effective for interim and annual financial statements with fiscal years beginning on or after October 1, 2006. Section 3855 *Financial Instruments – Recognition and Measurement* establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. Additionally Section 4400 *Not For Profit Organizations* will require presentation of gains, losses, revenues and expenses arising from derivatives, hedges and other financial instruments as separate components of the change in net assets. Transitional provisions are complex and vary based on the type of financial instruments under consideration. The Regional Division has not yet adopted these new standards on its financial statements.

3. Accounts Receivable

	2007	2006
Government of Alberta	$ 648,063	$ 1,337,340
Federal Government	352,505	464,578
Other	132,718	217,703
Alberta Municipalities	42,484	36,800
	$ 1,175,770	$ 2,056,421

Long-term accounts receivable arose upon the sale of the interest and right of occupancy to the School Board Space in the Leduc Civic Center Complex, and will be collected in equal instalments over the next four years. The current portion of $36,800 is included in the amount due from Alberta Municipalities, above. Other current accounts receivable which have been outstanding for more than one year total $62,001.

4. Trust Assets and Trust Liabilities

(a) Deferred Salary Leave Plan

The Black Gold Regional Division No. 18 has established a Deferred Salary Leave Plan, whereby eligible employees are able to, at their option, defer a portion of their salary. These funds are held in trust in separate bank accounts. At August 31, 2007 total funds in the plan were $151,760 (2006 - $112,172).

(b) Scholarship Trusts

The Division also manages trust funds which will be used to pay school scholarships. At August 31, 2007 total funds in trust were $47,387 (2006 - $48,186).

(c) Student Health Initiative Trust

The Division is the banker board for the Leduc and Area Student Health Initiative Partnership. As of August 31, 2007, the Division held $112,902 in trust for this initiative (2006 – $125,517).

5. Credit Arrangements

At August 31, 2007, the Division had lines of credit totalling $2 million, none of which were drawn.

6. Accounts Payable and Accrued Liabilities

	2007	2006
Trade payables	$ 1,803,177	$ 1,659,002
Payroll remittances payable	1,536,998	1,430,791
Government of Alberta	257,231	341,323
Wages payable	156,605	137,945
Other Alberta School Boards	23,708	14,166
Alberta Municipalities	18,960	27,127
	$ 3,796,679	$ 3,610,354

7. Deferred Revenue

The following amounts have been deferred and will be recognized as income to match the expenditures as incurred.

	2007	2006
Infrastructure Maintenance Renewal	$ 1,157,318	$ 57,330
One-time grant funding	270,000	-
Other	151,257	117,321
Alberta Initiative for School Improvement	119,615	36,509
	$ 1,698,190	$ 211,160

8. Debenture Debt

The debenture debt bears interest at rates varying between 8.375% and 12%. Interest paid on long-term debt during 2007 was $710,478 (2006 - $910,317).

Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2007-2008	$ 1,538,067	543,372	$ 2,081,439
2008-2009	1,073,016	385,710	1,458,726
2009-2010	787,021	278,696	1,065,717
2010-2011	694,181	202,464	896,645
2011-2012	671,483	136,665	808,148
2012 to maturity	769,034	113,910	882,944
	$ 5,532,802	$ 1,660,817	$ 7,193,619

The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt, therefore the working capital (current assets minus current liabilities) is understated by $1,538,067.

9. Deferred Capital Allocations

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the Division, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

10. Unamortized Capital Allocations

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid. Since the receipt of the funding does not coincide with the amortization of the cost, the unamortized portion of the grants are recorded as a liability on the statement of financial position.

11. Contingencies

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

12. Related Party Transactions

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

All related-party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

	Balances		**Transactions**	
2006-2007	Assets	Liabilities	Revenues	Expenses
Government of Alberta:				
Education	$334,986	$ 1,621,994	$67,020,103	$278,805
Infrastructure & Transportation	-	1,410,019	-	-
Finance	305,865	5,790,034	626,387	626,387
Human Resources/Employment	7,212	-	7,599	-
Other Gov't of Alberta departments	-	-	33,016	-
Other:				
Post-secondary institutions	-	-	-	2,543
Other Alberta school jurisdictions	174	23,708	508	217,207
TOTAL 2006-2007	$648,237	$8,845,755	$67,687,613	$1,124,942
TOTAL 2005-2006	$1,337,340	$9,058,366	$64,495,910	$1,177,390

13. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. Economic Dependence on Related Third Party

The Regional Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent upon this funding.

15. Disclosure of Salaries and Benefits

The remuneration disclosed includes both the taxable and non-taxable portion of trustees' remuneration.

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Expenses
Barb Martinson	1.0	$25,428	$4,949	$0			$11,868
Tonia Bills	1.0	$19,164	$3,838	$0			$9,384
Ed Chubocha	1.0	$11,643	$121	$0			$4,246
Johnette Lemke	1.0	$19,653	$4,775	$0			$8,206
May Metke	1.0	$16,035	$3,784	$0			$15,314
Cecil Race	1.0	$21,108	$4,255	$0			$12,989
Lois Watson	1.0	$17,562	$3,782	$0			$7,673
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
Subtotal	*7.0*	*$130,593*	*$25,504*	*$0*			*$69,680*
Norman Yanitski	1.0	$145,147	$21,515	$0	$0	$0	$13,087
	0.0	$0	$0	$0	$0	$0	$0
Orville Borys	1.0	$125,794	$29,882	$0	$0	$0	$9,755
Secretary/Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Board Secretary (1)	0.0	$0	$0	$0	$0	$0	$0
Board Secretary (2)	0.0	$0	$0	$0	$0	$0	$0
Board Treasurer (1)	0.0	$0	$0	$0	$0	$0	$0
Board Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Certificated Teachers	493.0	$37,367,649	$4,211,216	$0	$0	$0	
Non-certificated - Other	322.1	$10,087,775	$2,308,579	$0	$0	$0	
TOTALS		**$47,856,958**	**$6,596,696**	$0	$0	$0	

16. Commitment

The Division is committed to paying 20% of the outstanding debt of the Community Education Centre, subject to the external review and confirmation of the deficit. It is anticipated that these costs will be approximately $20,000.

School Jurisdiction Code: 2245

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Black Gold Regional Division No. 18
Legal Name of School Jurisdiction

#301, 1101 5th Street, Nisku, Alberta T9A 7N3
Mailing Address

(780) 955-6025 (780) 955-6050 (Fax)
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Orville Borys
Name

"ORIGINAL SIGNED"
Signature

28-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2245

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SCHEDULE A

School Jurisdiction Cod 2245

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$67,020,103	$53,224,992	$8,098,968	$3,346,165	$2,322,192	$27,786
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$626,387		$626,387			$0
(4) Other - Government of Alberta	$40,615	$33,016	$7,599	$0	$0	$0
(5) Federal Government and/or First Nations	$156,492	$156,492	$0	$0	$0	$0
(6) Other Alberta school authorities	$508	$508	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$71,807	$23,691	$21	$0	$1,345	$46,750
(9) Instruction resource fees	$541,366	$541,366				
(10) Transportation fees	$107,638			$107,638		
(11) Other sales and services	$418,738	$350,109	$25,945	$49	$6,157	$36,478
(12) Investment income	$542,123	$359,724	$141,535	$21,940	$18,924	$0
(13) Gifts and donations	$13,982	$13,982	$0	$0		$0
(14) Rentals of facilities	$142,103	$0	$0	$0	$0	$142,103
(15) Net school generated funds	$140,533	$140,533			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$2,700,885	$213,807	$2,439,148	$0		$47,930
(18) TOTAL REVENUES	$72,523,280	$55,058,220	$11,339,603	$3,475,792	$2,348,618	$301,047
EXPENSES						
(19) Certificated salaries	$37,512,796	$37,103,289			$409,507	$0
(20) Certificated benefits	$4,232,731	$4,178,323			$54,408	$0
(21) Non-certificated salaries and wages	$10,344,162	$6,541,858	$2,577,520	$109,251	$1,027,537	$87,996
(22) Non-certificated benefits	$2,363,965	$1,531,279	$558,754	$27,060	$232,866	$14,006
(23) SUB - TOTAL	$54,453,654	$49,354,749	$3,136,274	$136,311	$1,724,318	$102,002
(24) Services, contracts & supplies	$12,231,612	$3,813,350	$4,700,540	$3,125,852	$435,429	$156,441
(25) Cost recoveries between programs	$0	$15,598	($43,155)	$42,670	($17,900)	$2,787
(26) Net school generated funds	$140,533	$140,533				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$2,700,885	$213,807	$2,439,148	$0	$0	$47,930
(28) Unsupported	$543,446	$311,473	$115,077	$6,700	$97,694	$12,502
(29) Total Amortization	$3,244,331	$525,280	$2,554,225	$6,700	$97,694	$60,432
Interest on capital debt						
(30) Supported	$626,387	$0	$626,387	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$70,696,517	$53,849,510	$10,974,271	$3,311,533	$2,239,541	$321,662
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,826,763	$1,208,710	$365,332	$164,259	$109,077	($20,615)

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$43,836,814
Additional Funding for Differential Cost Factors	$17,157,753
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$2,938,120
Student Health Initiative (SHI)	$81,872
Alberta Initiative for School Improvement (AISI)	$967,134
SuperNet Services	$163,134
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$78,715
Infrastructure Maintenance Renewal (IMR)	$1,638,454
Other Funding from Alberta Education (describe): Secondments, Sub Teacher Reimburse	$158,107
Total Alberta Education Revenues	$67,020,103

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$3,783,453	$3,085,162	$475,514		($119,552)	$199,131	$7,423,708
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$2,246,590	$102,015	$29,212		$0		$2,377,817
ECS Program Unit (PUF)	$280,105	$1,172,947	$89,269		$91,282		$1,633,603
Severe Disabilities (Gr 1-12)	$439,510	$3,271,386	$192,535		$0		$3,903,431
English as a Second Language (ESL)	$28,929	$46,743	$29,804		$0		$105,476
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$6,886	$11,127	$7,095		$0		$25,108
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$863,030	$21,832	$82,355	$0	$0		$967,217
Student Health Initiative	$1,391	$48,044	$28,937		$3,500		$81,872
SuperNet Service			$166,816		$0		$166,816
Class Size Initiative	$2,938,120	$0	$0	$0	$0		$2,938,120
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$30,673,498	$313,881	$2,109,846	$620,081	$40,368	$486,682	$34,226,242
TOTAL EXPENSES	$41,281,612	$8,073,137	$3,191,383	$620,081	$15,598	$685,813	$53,849,510

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	27.6	3.7
ECS Program Unit (PUF)	3.4	29.4
Severe Disabilities (Gr 1-12)	5.4	113.9

School Jurisdiction Code: 2245

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$70,696,517

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,827,861
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$2,827,861
Less: 2006/2007 Board and System Administration expenses		-$2,239,541
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$588,320

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$671,268
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,304,953	$1,006,679	$298,274	
Student fees (Non-instructional) (Note 1)	$1,600,253	$1,666,912	($66,659)	
Donations and grants to schools	$220,751	$122,885	$97,866	
Other (describe): interest, practicum, staff activities, misc	$274,893	$307,960	($33,067)	
Net Additions to SGF	$3,400,850	$3,104,436		$296,414
Net SGF Available				$967,682
Uses of Net School Generated Funds:				
Extra-curricular activities			$14,204	
School site beautification			$6,211	
Field Trips			$3,604	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe): Other student activities, supplies, miscellaneous			$116,514	
Total Uses of Net SGF (Note 2)				$140,533
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$827,149

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 6017

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Boyle Street Education Centre

Legal Name of School Jurisdiction

10312 - 105 Street, Edmonton, Alberta, T5J 1E6

Mailing Address

Ph;(780) 424-4106, Fax: (780) 425-2205

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Boyle Street Education Centre presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Leanne Anderson	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

John Brosseau	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Hope Hunter	"ORIGINAL SIGNED"
Name	Signature

29-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 6017

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DENNIS PALLARD PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

Dennis Pallard, CA
Tom Wong, CMA
Bobi-Rae Millier, CGA

#145, 14315 - 118 Avenue
Edmonton, Alberta, Canada T5L 4S6
Phone (780) 454-6757
Fax (780) 455-0194

AUDITOR'S REPORT

To the directors of the Boyle Street Education Centre

I have audited the statement of financial position of Boyle Street Education Centre as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. These standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion these financial statements present fairly, in all material respects, the financial position of the organization as at August 31, 2007 and its revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Dennis Pallard

Edmonton, Alberta
October 10, 2007

CHARTERED ACCOUNTANT

School Jurisdiction Code: 6017

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$1,028,288	$997,889
Accounts receivable (net after allowances)		$99,067	$59,943
Prepaid expenses		$22,865	$18,062
Other current assets		$0	$0
Total current assets		$1,150,220	$1,075,894
School generated assets		$7,418	$6,861
Trust assets		$30,047	$28,923
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$118,925		
Less: accumulated amortization	($74,512)	$44,413	$69,251
Equipment	$60,973		
Less: accumulated amortization	($29,254)	$31,719	$43,913
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$76,132	$113,164
TOTAL ASSETS		$1,263,817	$1,224,842
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$18,479	$17,395
Deferred revenue		$752	$5,000
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$19,231	$22,395
School generated liabilities		$7,418	$6,861
Trust liabilities		$30,047	$28,923
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$37,465	$35,784
TOTAL LIABILITIES		$56,696	$58,179
NET ASSETS			
Unrestricted net assets		$1,130,989	$1,053,499
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$1,130,989	$1,053,499
Investment in capital assets		$76,132	$113,164
Capital Reserves		$0	$0
Total Capital Funds		$76,132	$113,164
Total net assets		$1,207,121	$1,166,663
TOTAL LIABILITIES AND NET ASSETS		$1,263,817	$1,224,842

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 6017

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$2,153,813	$2,058,627	$2,113,883
Federal Government and/or First Nations	$0	$0	$45,000
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$0	$0	$0
Other sales and services	$0	$0	$0
Investment income	$41,016	$6,000	$6,000
Gifts and donations	$18,248	$5,000	$5,000
Rentals of facilities	$0	$0	$0
Net school generated funds	$1,339	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$2,214,416	$2,069,627	$2,169,883
EXPENSES			
Certificated salaries	$933,114	$963,828	$873,596
Certificated benefits	$89,424	$78,290	$76,009
Non-certificated salaries and wages	$241,950	$246,786	$243,989
Non-certificated benefits	$34,951	$39,883	$42,634
Services, contracts and supplies	$836,148	$892,748	$838,705
Net school generated funds	$1,339	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$37,032	$0	$0
Total Amortization of capital assets	$37,032	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$2,173,958	$2,221,535	$2,074,933
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$40,458	($151,908)	$94,950
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$40,458	($151,908)	$94,950

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6017

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$40,458	$172,472
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$37,032	$29,702
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($39,124)	$18,084
Prepaids and other current assets	($4,803)	$32,314
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$1,084	($30,306)
Deferred revenue	($4,248)	$5,000
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$30,399	$227,266
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$30,399	$227,266
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$997,889	$770,623
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$1,028,288	$997,889

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6017

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$1,166,663	$56,662	$1,110,001	$0	$0
Prior period adjustments (describe)					
Board funded capital transactions adjustment as per queries	$0	$56,502	($56,502)	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$1,166,663	$113,164	$1,053,499	$0	$0
Excess(def) of revenue over expenses	$40,458		$40,458		
Board funded capital transactions		$0	$0	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($37,032)	$37,032		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$1,207,121	$76,132	$1,130,989	$0	$0

School Jurisdiction Code: 6017

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$0	$0
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2007	$0	$0

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. AUTHORITY AND PURPOSE

The Boyle Street Education Centre was incorporated on August 16, 2000 as a company pursuant to the Alberta Companies Act. The object for which the company is established is to maintain a Charter School within the meaning of the Alberta School Act and to do anything which is conducive to the attainment of the foregoing object. The income and property of the company must be applied solely towards the promotion of its objects and none of its property is to be paid or transferred to its members.

The Boyle Street Education Centre delivers education programs under the authority of the *School Act,* Revised Statutes of Alberta, 2000, Chapter S-3.

The Education Centre receives instruction and support allocations under Regulation 77/2003. The Regulation allows for the setting of conditions and use of grant monies. The Education Centre is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Scholarship trust funds are recognized as direct increases in trust assets and liabilities in the period in which they are received or receivable.

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost and are amortized over five years using the straight line method. Property and equipment with a cost in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

SCHOOL GENERATED FUNDS

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained and expended at the school level.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

PENSIONS

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Boyle Street Education Centre does not make pension contributions for certificated staff.

PREPAID EXPENSES

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end and are recorded as prepaid expenses. Certain insurance expenses also fall into this category.

CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to the school. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

FINANCIAL INSTRUMENTS

These consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Education Centre is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Education Centre has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

TRUST ASSETS AND LIABILITIES

The Education Centre holds scholarship trust funds received from Canative Housing. The amount has been recorded as restricted cash and is to be used for future scholarship payments, the eligibility for which is to be determined by the Scholarship Committee.

OPERATING AND CAPITAL RESERVES

Reserves can be established by external mandates or at the discretion of the Board of Directors to set aside funds for future operations, capital expenditures or other purposes. Such reserves are appropriations of accumulated net assets and as at August 31, 2007 the Education Centre had not established any reserves.

SURPLUS REPAYMENT AND DEFICIT RECOVERIES

The Education Centre receives most of its revenues from the Alberta government and any current year's surplus or deficit may be repayable to or recoverable from the original funder. The conditions and timing of repayment or recovery are indeterminate and no provision for these amounts is recorded until the funder advises the organization. Surplus repayments and revenue recoveries related to prior years are not recorded in the current year's transactions but rather are charged or credited to the organization's accumulated net assets. Details of the repayments and recoveries are in Note 10. As at August 31, 2007, management is of the opinion that there is no funding repayable.

3. SCHOOL GENERATED FUNDS

Details of the school generated funds are as follows:

	2007	2006
Balance beginning of year	$ 6,861	$ 7,919
Source of school generated funds (SGF)		
Designated donations	1,000	4,000
Shop class	(5)	900
Student council	-	500
Pop machine	402	77
Student performance	500	-
	8,758	13,396
Less SGF expended for the year - extracurricular activities	380	-
Less SGF expended for the year - equipment	959	(6,535)
Balance end of year	$ 7,418	$ 6,861

4. SCHOLARSHIP TRUST FUND

Details of the scholarship trust fund are as follows:

	2007	2006
Balance beginning of year	$ 28,923	$ 28,049
Interest earned	1,124	874
Balance end of year	$ 30,047	$ 28,923

5. ACCOUNTS RECEIVABLE

Details of the accounts receivable are as follows:

	2007	2006
Alberta Education	$ 8,203	$ 29,984
Goods and Services Tax rebate	23,271	29,959
Humford Management Inc. - common area costs	72,290	-
	$ 99,067	$ 59,943

6. PROPERTY AND EQUIPMENT

Details of the property and equipment are as follows:

	2007			2006
	Cost	Accumulated Ammortization	Net Book Value	Net Book Value
Leasehold improvements	$ 118,925	$ 74,512	$ 44,413	$ 69,250
Equipment	60,973	29,254	31,719	43,913
	$ 179,898	$ 103,766	$ 76,132	$ 113,163

7. ACCOUNTS PAYABLE

Details of the accounts payable are as follows:

	2007	2006
Trade payables	$ 18,479	$ 17,394

8. DEFERRED REVENUE

Details of the deferred revenue are as follows:

	2007	2006
Edmonton Arts Council	$ 752	$ -
Edmonton Student Art Society	-	5,000
	$ 752	$ 5,000

9. OTHER GRANTS

Details of the other grants are as follows:

	2007	2006
Justice Canada - Beat of Boyle Street	$ -	$ 45,000
Alberta Foundation of the Arts	-	577
Government of Alberta - Human Resources & Employment	-	8,201
Edmonton Student Art Society	5,000	-
Edmonton Arts Council	12,248	-
Edmonton Housing Trust Fund	1,000	-
	$ 18,248	$ 53,778

10. PAYMENTS FROM ALBERTA LEARNING RELATING TO PRIOR YEARS

During the 2007 fiscal year Alberta Education advanced additonal funding of $41,517 to the Education Centre which related to the 2006 funding fiscal year.

During the 2006 fiscal year Alberta Education advanced $36,902 which related to the 2005 funding fiscal year.

11. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdications are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-seconday institutions and other school jurisdictions in Alberta. The Boyle Street Education Centre school division had related party transactions for the year ended August 31, 2007 with Alberta Education recorded on the Statement of Revenue and Expenses and Statement of Financial Position, at an amount of consideration agreed upon between the related parties.

	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
2006 - 2007				
Government of Alberta Education	$ 8,203	$ -	$ 2,112,296	$ -
Total 2005 - 2006	$ 29,984	$ -	$ 2,190,858	$ -

Revenues do not include prior year funding as described in Note 10, but rather only include amounts received that relate to current year funding.

Contingencies or Contractual Obligations with related parties are under separate disclosure.

12. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Education Centre's primary source of income is from the Alberta Government. The Centre's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The notes to the financial statements accompany both these audited financial statements and the Alberta Education audited financial statements prepared on their prescribed forms. The Alberta Education financial statements include budgeted amounts. The budget was prepared by the Education Centre and approved by the Board of Directors and is presented for information purposes only and has not been audited.

14. LEASE COMMITMENT

The organization rents its premises for $19,063 per month plus common area costs and GST. The lease will expire August 31, 2011.

15. REMUNERATION AND MONETARY INCENTIVES

The organization had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

	FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson								
Leanne Anderson	-	$ -	$ -	$ -	$ -	$ -	$ -	-
Other Board Members								
Merle Kennedy	-	-	-	-	-	-	-	$ 893
Marvin Foulkes	-	-	-	-	-	-	-	-
Sharon Jackson	-	-	-	-	-	-	-	-
Lee Browning	-	-	-	-	-	-	-	-
Dennis Callihoo	-	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-	-
Superintendent								
John Brosseau	0.2	27,984	-	-	-	-	27,984	$ 600
Secretary / Treasurer								
Hope Hunter	0.3	30,012	-	-	-	-	30,012	$ 382
Certificated Salaries	14.7	933,114	89,424	-	-	-	1,022,538	
Uncertificated Salaries and Wages	8.6	241,950	34,951	-	-	-	276,901	
		$ 1,233,060	$ 124,375	$ -	$ -	$ -	$ 1,357,435	

School Jurisdiction Code: 6017

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Boyle Street Education Centre
Legal Name of School Jurisdiction

10312 - 105 Street, Edmonton, Alberta, T5J 1E6
Mailing Address

Ph: (780) 424-4106, Fax: (780) 425-2205
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Hope Hunter	"ORIGINAL SIGNED"
Name	**Signature**

29-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6017

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SCHEDULE A

School Jurisdiction Cod 6017

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education**	$2,153,813	$1,549,768	$473,815	$51,304	$78,926	$0
(2)	**Alberta Infrastructure & Transportation**	$0	$0	$0			
(3)	**Alberta Finance**	$0		$0			$0
(4)	**Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(5)	**Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(6)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(7)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(8)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9)	**Instruction resource fees**	$0	$0				
(10)	**Transportation fees**	$0			$0		
(11)	**Other sales and services**	$0	$0	$0	$0	$0	$0
(12)	**Investment income**	$41,016	$0	$0	$0	$41,016	$0
(13)	**Gifts and donations**	$18,248	$18,248	$0	$0		$0
(14)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(15)	**Net school generated funds**	$1,339	$1,339			$0	
(16)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(17)	**Amortization of capital allocations**	$0	$0	$0	$0		$0
(18)	**TOTAL REVENUES**	$2,214,416	$1,569,355	$473,815	$51,304	$119,942	$0
	EXPENSES						
(19)	**Certificated salaries**	$933,114	$933,114			$0	$0
(20)	**Certificated benefits**	$89,424	$89,424			$0	$0
(21)	**Non-certificated salaries and wages**	$241,950	$231,203	$10,747	$0	$0	$0
(22)	**Non-certificated benefits**	$34,951	$33,399	$1,552	$0	$0	$0
(23)	**SUB - TOTAL**	$1,299,439	$1,287,140	$12,299	$0	$0	$0
(24)	**Services, contracts & supplies**	$836,148	$268,196	$416,515	$31,495	$119,942	$0
(25)	**Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26)	**Net school generated funds**	$1,339	$1,339				
	Capital and debt services						
	Amortization of capital assets						
(27)	Supported	$0	$0	$0	$0	$0	$0
(28)	Unsupported	$37,032	$12,195	$24,837	$0	$0	$0
(29)	Total Amortization	$37,032	$12,195	$24,837	$0	$0	$0
	Interest on capital debt						
(30)	Supported	$0	$0	$0	$0	$0	$0
(31)	Unsupported	$0	$0	$0	$0	$0	$0
(32)	Other interest charges	$0	$0	$0	$0	$0	$0
(33)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34)	**TOTAL EXPENSES**	$2,173,958	$1,568,870	$453,651	$31,495	$119,942	$0
(35)	**EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$40,458	$485	$20,164	$19,809	$0	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$697,801
Additional Funding for Differential Cost Factors	$1,442,325
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$13,687
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$0
SuperNet Services	$0
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$0
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe)	$0
Total Alberta Education Revenues	$2,153,813

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$0	$0	$26,436		$0	$0	$26,436
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$280,520	$49,444	$0		$0		$329,964
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$298,896	$123,882	$80,940		$0		$503,718
English as a Second Language (ESL)	$0	$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$57,584	$68,675	$0		$0		$126,259
Alberta Initiative for School Improvement	$0	$0	$0	$0	$0		$0
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$0		$0		$0
Class Size Initiative	$13,687	$0	$0	$0	$0		$13,687
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$371,851	$65,543	$33,167	$54,928	$0	$13,534	$568,806
TOTAL EXPENSES	$1,022,538	$307,544	$140,543	$54,928	$0	$13,534	$1,568,870

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	4.0	1.4
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	4.3	3.5

School Jurisdiction Code: 6017

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$2,173,958

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$130,437

Considerations for Charter Schools and Small School Boards

If **Charter School**, enter $58,366	$58,366	$130,437
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$130,437**
Less: 2006/2007 Board and System Administration expenses		-$119,942
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$10,496

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$6,861
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$0	$0	$0	
Student fees (Non-Instructional) (Note 1)	$0	$0	$0	
Donations and grants to schools	$1,500	$0	$1,500	
Other (describe): Pop machine, Shop class	$397	$0	$397	
Net Additions to SGF	$1,897	$0		$1,897
Net SGF Available				$8,758
Uses of Net School Generated Funds:				
Extra-curricular activities			$380	
School site beautification			$0	
Field Trips			$0	
Equipment			$959	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$1,339
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$7,419

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 1155

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

BUFFALO TRAIL PUBLIC SCHOOLS REGIONAL DIVISION NO.28
Legal Name of School Jurisdiction

1041-10A STREET WAINWRIGHT ALBERTA T9W 2R4
Mailing Address

PHONE 780-842-6144 FAX 780-842-3255
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of BUFFALO TRAIL PUBLIC SCHOOLS REGIONAL DIVISION NO 28 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Brent Romanchuk	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Nancy Spencer Poitras	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Bob Brown	"ORIGINAL SIGNED"
Name	Signature

26-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 1155

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AUDITORS' REPORT

To the Board of Trustees of
BUFFALO TRAIL PUBLIC SCHOOLS REGIONAL DIVISION NO. 28

We have audited the statement of financial position of the **Buffalo Trail Public Schools Regional Division No. 28** as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

The financial statements as at and for the year ended August 31, 2006 were audited by other auditors, who expressed an opinion without reservation on these statements in their report dated November 22, 2006.

Meyers Norris Penny LLP

November 26, 2007
Lloydminster, Saskatchewan

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 1155

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$4,868,364	$3,204,971
Accounts receivable (net after allowances)		$920,398	$1,140,396
Prepaid expenses		$226,947	$52,629
Other current assets		$6,075	$296,557
Total current assets		$6,021,784	$4,694,553
School generated assets		$712,138	$619,065
Trust assets		$414,421	$399,281
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$337,900	$337,900
Buildings	$66,462,532		
Less: accumulated amortization	($35,008,825)	$31,453,707	$33,087,974
Equipment	$6,401,750		
Less: accumulated amortization	($4,486,991)	$1,914,759	$2,693,656
Vehicles	$862,489		
Less: accumulated amortization	($575,724)	$286,765	$274,286
Total capital assets		$33,993,131	$36,393,816
TOTAL ASSETS		$41,141,474	$42,106,715
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,816,324	$1,535,383
Deferred revenue		$1,156,983	$240,682
Deferred capital allocations		$0	$226,667
Current portion of all long term debt		$1,493,766	$1,551,596
Total current liabilities		$4,467,073	$3,554,328
School generated liabilities		$712,138	$619,065
Trust liabilities		$414,421	$399,281
Employee future benefits liability		$4,666	$4,666
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$7,674,219	$8,844,737
	Less: Current portion of supported debt	($1,095,632)	($1,170,517)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$398,134	$779,213
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($398,134)	($381,079)
Other long term liabilities		$0	$0
Unamortized capital allocations		$23,956,763	$24,441,386
Total long term liabilities		$31,666,575	$33,536,752
TOTAL LIABILITIES		$36,133,648	$37,091,080
NET ASSETS			
Unrestricted net assets		$1,914,871	$1,375,120
Operating Reserves		$1,119,939	$1,303,033
Accumulated Operating Surplus (Deficit)		$3,034,810	$2,678,153
Investment in capital assets		$1,964,014	$2,328,480
Capital Reserves		$9,002	$9,002
Total Capital Funds		$1,973,016	$2,337,482
Total net assets		$5,007,826	$5,015,635
TOTAL LIABILITIES AND NET ASSETS		$41,141,474	$42,106,715

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 1155

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$43,158,293	$41,730,923	$40,994,724
Federal Government and/or First Nations	$123,979	$96,000	$124,834
Other Alberta school authorities	$103,665	$0	$19,547
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$76,596	$0	$69,714
Instruction resource fees	$361,963	$616,256	$403,906
Transportation fees	$55,816	$50,550	$53,581
Other sales and services	$594,713	$0	$744,782
Investment income	$183,995	$155,000	$181,550
Gifts and donations	$17,427	$0	$20,856
Rentals of facilities	$26,971	$26,500	$18,750
Net school generated funds	$794,438	$950,000	$952,010
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,881,807	$1,822,520	$1,976,668
Total Revenues	$47,379,683	$45,447,749	$45,560,922
EXPENSES			
Certificated salaries	$21,693,716	$19,512,384	$20,228,695
Certificated benefits	$2,425,305	$2,321,383	$2,268,784
Non-certificated salaries and wages	$5,788,490	$5,259,237	$5,903,199
Non-certificated benefits	$1,482,169	$1,185,444	$1,484,967
Services, contracts and supplies	$11,602,470	$13,613,092	$11,019,588
Net school generated funds	$794,438	$950,000	$952,010
Capital and debt services			
Amortization of capital assets			
Supported	$1,881,807	$1,822,520	$1,976,668
Unsupported	$928,639	$621,225	$821,216
Total Amortization of capital assets	$2,810,446	$2,443,745	$2,797,884
Interest on capital debt			
Supported	$757,571	$822,360	$875,654
Unsupported	$32,868	$0	$32,868
Total Interest on capital debt	$790,439	$822,360	$908,522
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$45,917
Total Expenses	$47,387,472	$46,107,645	$45,609,566
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($7,809)	($659,896)	($48,644)
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	($7,809)	($659,896)	($48,644)

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 1155

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	($7,809)	($48,644)
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($1,881,807)	($1,976,668)
Total amortization expense	$2,810,446	$2,797,884
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$45,917
Changes in accrued accounts:		
Accounts receivable	$219,998	$751,628
Prepaids and other current assets	$116,164	($126,343)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$280,941	$264,984
Deferred revenue	$916,301	($276,459)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,454,234	$1,432,299
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($226,667)	$0
Equipment	($99,610)	($1,488,643)
Vehicles	($83,484)	($173,546)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($409,761)	($1,662,189)
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$1,155,079
Repayment of long term debt	($1,551,597)	($1,660,231)
Add back: supported portion	$1,170,517	$1,284,366
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	($381,080)	$779,214
Net sources (uses) of cash during year	$1,663,393	$549,324
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$3,204,971	$2,655,647
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$4,868,364	$3,204,971

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 1155

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$5,015,635	$2,328,480	$1,375,120	$1,303,033	$9,002
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$5,015,635	$2,328,480	$1,375,120	$1,303,033	$9,002
Excess(def) of revenue over expenses	($7,809)		($7,809)		
Board funded capital transactions		$183,094		($183,094)	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($2,810,446)	$2,810,446		
Amortization of capital allocations		$1,881,807	($1,881,807)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$381,079	($381,079)		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$5,007,826	$1,964,014	$1,914,871	$1,119,939	$9,002

School Jurisdiction Code: 1155

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$226,667	$24,441,386
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$226,667	$24,441,386
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$1,170,517
Expended capital allocations - current year	($226,667)	$226,667
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$1,881,807
Balance at August 31, 2007	$0	$23,956,763

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings - 2.5% to 4%
Equipment & Furnishings - 10% to 20%
Vehicles & Busses - 10% to 20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenues over the same period as the amortization expense.

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses.

f) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash and temporary investments, accounts receivable, school generated assets and liabilities, trust assets and liabilities, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

h) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Buffalo Trail Public Schools Regional Division No. 28 does not make pension contributions for certificated staff.

j) Investments

Temporary investments are valued at the lower of cost or market value.

k) Recent Accounting Pronouncements

The Canadian Institute of Chartered Accountants issued new recommendations for the recognition and measurement of financial instruments, and amendments to the existing presentation and disclosure standards, effective for interim and annual financial statements with fiscal years beginning on or after October 1, 2006. Section 3855 *Financial Instruments - Recognition and Measurement* establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. Additionally Section 4400 *Not For Profit Organizations* will require presentation of gains, losses, revenues and expenses arising from derivatives, hedges and other financial instruments as separate components of the change in net assets. Transitional provisions are complex and vary based on the type of financial instruments under consideration. The Regional Division has not yet adopted these new standards on its financial statements.

3. CASH AND TEMPORARY INVESTMENTS

		2007		2006
Cash	$	2,868,365	$	1,704,971
Temporary Investments		2,000,000		1,500,000
	$	4,868,365	$	3,204,971

The investments are redeemable guaranteed investment certificates. They bear interest at 4.7%, and mature monthly.

4. ACCOUNTS RECEIVABLE

		2007		2006
Provincial government grants				
- interest on long-term debt	$	359,330	$	424,119
- other		49,548		239,901
GST recoverable		241,631		248,754
Other Accounts Receivable		269,889		227,622
	$	920,398	$	1,140,396

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		2007		2006
Province of Alberta	$	359,330	$	424,119
Other Trade Payables and Accrued Liabilities		1,456,994		1,111,265
Employee Future Benefits Liability		4,666		4,666
	$	1,820,990	$	1,540,050

6. DEFERRED REVENUE

		2007		2006
IMR grants	$	1,002,856	$	-
Other grant funds		-		169,099
Other Deferred Revenues		154,127		71,583
	$	1,156,983	$	240,682

7. LONG TERM DEBT - SUPPORTED

The debenture debt bears interest at rates varying between 7.5% and 12%. The debenture debt is fully supported by Alberta Finance. Interest paid on long term debt during 2007 was $757,571 (2006 - $875,654). Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2007-2008	$ 1,095,632	$ 822,360	$ 1,917,992
2008-2009	1,059,732	601,040	1,660,772
2009-2010	1,007,294	37,397	1,044,691
2010-2011	920,085	401,176	1,321,261
2011-2012	752,541	314,548	1,067,089
2012-maturity	2,838,935	1,554,640	4,393,575
	$ 7,674,219	$ 3,731,161	$ 11,405,380

8. LONG TERM DEBT - UNSUPPORTED

The jurisdiction has entered into a lease for computer equipment to meet all the needs of the jurisdiction. The lease term expires August 31, 2008. This lease is recorded as a capital lease, with the balance of $389,134 (2006 - 779,213) to be repaid in the 2007-2008 school year.

9. TRUST ASSETS AND LIABILITIES

	2007	2006
Wilson Sloan Memorial	$ 303,448	$ 303,424
John Nicol Scholarship	22,524	23,481
Theaker Scholarship	30,000	30,000
Allan Quick Memorial Scholarship	51,642	35,781
Burpee Scholarship	6,810	6,595
	$ 414,424	$ 399,281

10. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure has not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

	2007	2006
Opening balance	$ 24,441,386	$ 25,133,688
Transfer from deferred capital allocations	226,667	-
Supported debenture and capital loan principal repayments	1,170,517	1,284,366
Less supported allocation for amortization	(1,881,807)	(1,976,668)
	$ 23,956,763	$ 24,441,386

12. OPERATING RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Schools	$ 171,407	$ -	$ -	$ 171,407
C.O. Administration	47,591	-	-	47,591
District - van	24,200	-	-	24,200
Election	10,000	-	-	10,000
Lions Quest	26,064	-	-	26,064
C.O. building fund	212,909	-	-	212,909
Maintenance - general	556,068	-	(183,094)	372,974
Maintenance - vehicles	75,834	-	-	75,834
Family School Liaison Program	-	-	-	-
Transportation	149,171	-	-	149,171
Transportation - vehicles	4,000	-	-	4,000
Transportation - Edulog	25,789	-	-	25,789
	$ 1,303,033	$ -	$ (183,094)	$ 1,119,939

13. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Land	$ 9,002	$ -	$ -	$ 9,002

14. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liability

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

15. RELATED PARTY TRANSACTIONS

School jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

All related-party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

2006-2007	Balances		Transactions	
	Assets	Liabilities	Revenues	Expenses
Government of Alberta:				
Education	$ 224,964	$ -	$ 41,661,393	$ -
Infrastructure and Transportation	-	1,002,556	739,329	-
Finance	-	-	757,571	757,571
Human Resources & Employment	-	-	-	-
Municipal Finance Corporation	359,330	359,330	-	-
Other Government of Alberta	49,548	30,000	76,596	103,665
Other:				
Health Authorities	-	-	-	-
Other Alberta school jurisdictions	-	28,697	103,665	182,166
Post-secondary Institutions	-	-	-	70,259
TOTAL 2006-2007	$ 633,842	$ 1,420,583	$ 43,338,554	$ 1,113,661
TOTAL 2005-2006	$ 664,020	$ 424,119	$ 42,024,731	$ 292,354

16. DISCLOSURE OF SALARIES, BENEFITS AND REIMBURSED EXPENSES

	FTE		Salaries & Wages		Benefits, Allowances & Other		Total		Reimbursed Expenses
Brent Romanchuk (Chairman)	1	$	22,954	$	1,988	$	24,942	$	20,420
Gail Belanger (Trustee)	1		16,146		3,213		19,359		13,337
Larry Bell (Trustee)	1		17,951		5,314		23,265		8,213
Darcy Eddleston (Trustee)	1		13,571		5,189		18,760		8,090
Doreen Ford (Trustee)	1		15,834		2,134		17,968		7,714
David Nelson (Trustee)	1		14,808		4,508		19,316		9,305
Lucky Hinton (Trustee)	1		16,063		4,583		20,646		11,471
Lana Olsen (Trustee)	1		12,444		2,577		15,021		8,400
Richard Van Ee (Trustee)	1		12,662		4,423		17,085		9,996
Nancy Spencer-Poitras (Superintendent)	0.7		82,955		10,416		93,371		2,991
Greg Bass (Superintendent)	0.3		42,640		5,776		48,416		1,829
Pam Boomhower (Secretary-Treasurer)	0.6		28,417		6,248		34,665		1,362
Bob Brown (Board Treasurer)	0.5		49,833		7,865		57,698		153
Salaries - Certificated	286.1		21,568,121		2,409,113		23,977,234		-
Salaries and Wages - Uncertain	195.5		5,567,807		1,434,127		7,001,934		-
		$	27,482,206	$	3,907,474	$	31,389,680		

Note that the reimbursed expenses were recoveries of costs incurred while on school jurisdiction business and no personal expenses were paid by the school jurisdiction.

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Buffalo Trail Public Schools Regional Division No. 28's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

18. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. Several budget amounts were revised where necessary to reflect significant changes and presented to the Board of Trustees during the school year. The budget amounts are presented for information purposes only and have not been audited.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

School Jurisdiction Code: 1155

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

BUFFALO TRAIL PUBLIC SCHOOLS REGIONAL DIVISION NO.28
Legal Name of School Jurisdiction

1041-10A STREET WAINWRIGHT, ALBERTA T9W 2R4
Mailing Address

PHONE 780-842-6144 FAX 780-842-3255
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

BOB BROWN, CMA	**"ORIGINAL SIGNED"**
Name	**Signature**

26-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 1155

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SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

School Jurisdiction Cod 1155

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$42,345,374	$30,890,143	$4,962,902	$4,786,101	$1,706,228	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$757,571		$757,571			$0
(4) Other - Government of Alberta	$55,348	$0	$55,348	$0	$0	$0
(5) Federal Government and/or First Nations	$123,979	$112,569	$11,410	$0	$0	$0
(6) Other Alberta school authorities	$103,665	$0	$0	$0	$0	$103,665
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$76,596	$0	$0	$0	$0	$76,596
(9) Instruction resource fees	$361,963	$361,963				
(10) Transportation fees	$55,816			$55,816		
(11) Other sales and services	$594,712	$397,448	$111,158	$0	$2,038	$84,069
(12) Investment income	$183,995	$183,995	$0	$0	$0	$0
(13) Gifts and donations	$17,427	$17,427	$0	$0		$0
(14) Rentals of facilities	$26,971	$16,171	$10,800	$0	$0	$0
(15) Net school generated funds	$794,438	$794,438			$0	
(16) Gains on disposal of capital assets	$0		$0	$0	$0	$0
(17) Amortization of capital allocations	$1,881,807	$125,312	$1,756,495	$0		$0
(18) TOTAL REVENUES	$47,379,863	$32,899,466	$7,865,684	$4,841,917	$1,708,266	$264,330
EXPENSES						
(19) Certificated salaries	$21,693,716	$21,441,583			$252,133	$0
(20) Certificated benefits	$2,425,305	$2,404,566			$20,739	$0
(21) Non-certificated salaries and wages	$5,788,490	$3,332,745	$1,580,019	$113,593	$663,120	$99,013
(22) Non-certificated benefits	$1,482,169	$905,802	$354,508	$28,611	$176,810	$16,437
(23) SUB - TOTAL	$31,389,679	$28,084,696	$1,934,528	$142,204	$1,112,801	$115,450
(24) Services, contracts & supplies	$11,602,470	$3,437,306	$2,793,182	$4,633,116	$590,721	$148,146
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$794,438	$794,438				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$1,881,807	$125,312	$1,756,495	$0	$0	$0
(28) Unsupported	$928,639	$643,749	$269,464	$5,320	$10,106	$0
(29) Total Amortization	$2,810,446	$769,061	$2,025,959	$5,320	$10,106	$0
Interest on capital debt						
(30) Supported	$757,571	$0	$757,571	$0	$0	$0
(31) Unsupported	$32,868	$32,868	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$47,387,472	$33,118,369	$7,511,239	$4,780,640	$1,713,628	$263,596
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($7,809)	($218,903)	$154,445	$61,277	($5,362)	$734

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$23,949,399
Additional Funding for Differential Cost Factors	$15,508,443
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$1,250,088
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$578,908
SuperNet Services	$138,989
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$95,171
Infrastructure Maintenance Renewal (IMR)	$730,328
Other Funding from Alberta Education (describe) french initiative grant	$106,072
Total Alberta Education Revenues	$42,345,374

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$1,699,516	$964,545	$199,815		$0	$0	$2,863,876
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$917,688	$595,074	$4,381		$0		$1,517,143
ECS Program Unit (PUF)	$44,600	$388,956	$108,697		$0		$542,253
Severe Disabilities (Gr 1-12)	$714,085	$1,295,957	$208,702		$0		$2,218,744
English as a Second Language (ESL)	$115,537	$40,000	$13,224		$0		$168,761
French Language & Francisation	$107,803	$0	$0		$0		$107,803
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$5,600	$0		$0		$5,600
First Nations, Metis and Inuit Education	$120,000	$22,000	$22,076		$0		$164,076
Alberta Initiative for School Improvement	$346,459	$35,360	$204,204	$0	$0		$586,023
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$190,834		$0		$190,834
Class Size Initiative	$1,360,000	$0	$0	$0	$0		$1,360,000
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$18,420,463	$891,054	$2,420,201	$202,618	$0	$1,870,788	$23,393,257
TOTAL EXPENSES	$23,848,148	$4,238,547	$3,372,134	$202,618	$0	$1,870,788	$33,118,369

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	11.5	27.0
ECS Program Unit (PUF)	0.5	17.1
Severe Disabilities (Gr 1-12)	8.9	58.8

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$47,387,472

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.84%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,293,791

Considerations for Charter Schools and Small School Boards

If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$2,293,791**
Less: 2006/2007 Board and System Administration expenses		-$1,713,628
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$580,163

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$619,065
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,369,073	$741,433	$627,640	
Student fees (Non-Instructional) (Note 1)	$142,932	$47,405	$95,528	
Donations and grants to schools	$164,343	$0	$164,343	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$1,676,348	$788,838		$887,511
Net SGF Available				$1,506,576
Uses of Net School Generated Funds:				
Extra-curricular activities			$618,002	
School site beautification			$3,429	
Field Trips			$120,571	
Equipment			$40,347	
Family literacy and other community resources			$12,089	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$794,438
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$712,138

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 0151

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CALGARY ARTS ACADEMY SOCIETY
Legal Name of School Jurisdiction

4931 Grove Hill Road SW Calgary, AB T3E 4G4
Mailing Address

(403) 532-3020, Fax (403) 217-0965
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of CALGARY ARTS ACADEMY SOCETY presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Patricia M. Cavili	Original Signed
Name	Signature

SUPERINTENDENT	
Patrick Maguire	Original Signed
Name	Signature

SECRETARY TREASURER OR TREASURER	
Garry Schock	Original Signed
Name	Signature

27-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 0151

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BDO

BDO Dunwoody LLP
Chartered Accountants
and Advisors

1900, 801 - 6 Avenue S W
Calgary Alberta Canada T2P 3W2
Telephone (403) 266-5608
Fax (403) 233-7833
www bdo ca

Auditors' Report

To the Board of Directors
Calgary Arts Academy Society

We have audited the balance sheet of Calgary Arts Academy Society as at August 31, 2007 and the statements of net assets, revenue and expenses, and cash flows for the year then ended. These financial statements have been prepared to comply with the accounting requirements prescribed by Alberta Education in the Guidelines for the School Jurisdiction Audited Financial Statements for the Year Ended August 31, 2007. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

BDO Dunwoody LLP

Chartered Accountants

Calgary, Alberta
November 8, 2007

School Jurisdiction Code: 0151

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

			2007	2006 (Note)
ASSETS				
Current assets				
	Cash and temporary investments		$392,090	$331,348
	Accounts receivable (net after allowances)		$157,976	$67,270
	Prepaid expenses		$103,524	$74,070
	Other current assets		$9,414	$17,737
	Total current assets		$663,003	$490,424
School generated assets			$9,483	$12,137
Trust assets			$0	$0
Long term accounts receivable			$0	$0
Long term investments			$137	$137
Capital assets				
	Land		$0	$0
	Buildings	$61,019		
	Less: accumulated amortization	$0	$61,019	$0
	Equipment	$188,238		
	Less: accumulated amortization	$0	$188,238	$0
	Vehicles	$28,150		
	Less: accumulated amortization	($2,815)	$25,335	$0
	Total capital assets		$274,593	$0
	TOTAL ASSETS		$947,216	$502,698
LIABILITIES				
Current liabilities				
	Bank indebtedness		$0	$0
	Accounts payable and accrued liabilities		$151,438	$26,320
	Deferred revenue		$421,219	$180,923
	Deferred capital allocations		$0	$0
	Current portion of all long term debt		$0	$0
	Total current liabilities		$572,656	$207,243
School generated liabilities			$9,483	$12,137
Trust liabilities			$0	$0
Employee future benefits liability			$0	$0
Long term payables and accrued liabilities			$0	$2,640
Long term debt				
	Supported: Debentures and other supported debt		$0	$0
	Less: Current portion of supported debt		$0	$0
	Unsupported: Debentures and Capital Loans		$0	$0
	Capital Leases		$0	$0
	Mortgages		$0	$0
	Less: Current portion of unsupported debt		$0	$0
Other long term liabilities			$0	$0
Unamortized capital allocations			$0	$0
	Total long term liabilities		$9,483	$14,777
	TOTAL LIABILITIES		$582,139	$222,020
NET ASSETS				
	Unrestricted net assets		$90,483	$0
	Operating Reserves		$0	$280,678
	Accumulated Operating Surplus (Deficit)		$90,483	$280,678
	Investment in capital assets		$274,593	$0
	Capital Reserves		$0	$0
	Total Capital Funds		$274,593	$0
	Total net assets		$365,076	$280,678
	TOTAL LIABILITIES AND NET ASSETS		$947,216	$502,698

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 0151

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$2,774,779	$2,551,191	$2,249,164
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$64,132	$95,595	$42,615
Transportation fees	$63,059	$54,075	$53,387
Other sales and services	$0	$0	$0
Investment income	$9,325	$0	$5,016
Gifts and donations		$0	$0
Rentals of facilities	$4,480	$0	$800
Net school generated funds	$58,040	$0	$63,867
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations		$0	$0
Total Revenues	$2,973,814	$2,700,861	$2,414,849
EXPENSES			
Certificated salaries	$1,083,275	$1,065,478	$901,844
Certificated benefits	$114,547	$117,426	$95,449
Non-certificated salaries and wages	$469,935	$433,619	$290,293
Non-certificated benefits	$49,691	$47,789	$30,774
Services, contracts and supplies	$1,111,113	$939,021	$971,111
Net school generated funds	$58,040	$85,935	$53,986
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$2,815	$0	$0
Total Amortization of capital assets	$2,815	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$2,889,416	$2,689,268	$2,343,458
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$84,398	$11,593	$71,391
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$84,398	$11,593	$71,391

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 0151

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$84,398	$71,391
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$2,815	$0
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($90,706)	$6,127
Prepaids and other current assets	($21,131)	($60,649)
Long term accounts receivable	$0	$0
Long term investments	$0	($137)
Payables and accrued liabilities	$122,478	($40,951)
Deferred revenue	$240,296	$88,862
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$338,149	$64,643
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($188,238)	$0
Vehicles	($28,150)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe) Leasehold Improvements	($61,019)	$0
Total sources (uses) of cash from Investing activities	($277,408)	$0
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$60,742	$64,643
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$331,348	$266,705
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$392,090	$331,348

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 0151

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$280,678	$0	$0	$280,678	$0
Prior period adjustments (describe)					
	$0	$0			$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$280,678	$0	$0	$280,678	$0
Excess(def) of revenue over expenses	$84,398		$84,398		
Board funded capital transactions		$277,409	($277,409)	$0	
Direct credits to net assets	$0	$0			
Amortization of capital assets		($2,815)	$2,815		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$280,678	($280,678)	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		
Net transfers from capital reserves			$0		
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$365,076	$274,593	$90,483	$0	$0

School Jurisdiction Code: 0151

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$0	$0
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2007	$0	$0

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

1. Authority and Purpose of the Society

The Society delivers educational programs, operating as the Calgary Arts Academy and Research Center under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 2002. The Society was incorporated on May 1, 2001 under the Societies Act of Alberta. Through a charter established with the Minister of Learning the Society operates a charter school from two locations. The school provides education from Kindergarten to Grade 9. The Charter is up for renewal on August 31, 2008.

The Society receives block allocation for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Society, within specified limits, to reallocate funding between the instruction and support blocks.

The Society is incorporated under the Societies Act of Alberta as a not-for-profit organization and as such is exempt from income taxes.

The 2007/2008 school year commenced on August 15, 2007. Therefore, all expenses incurred during the last two weeks of August, which relate to the 2007/2008 school year, will be deferred to the 2008 fiscal year.

2. Significant Accounting Policies

The financial statements of the Society have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP). The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared using careful judgment with reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Revenue Recognition

The Society follows the deferral method of accounting for revenue.

Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered. Grants received, restricted donations and fees collected, in advance of the provision or use of related services, are deferred.

(b) Capital Assets

Capital Assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Leasehold improvements	20%
Vehicles	10%
Equipment and furnishings	20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

2. Significant Accounting Policies - Continued

(c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school authority because the accountability and control/ownership of these funds rests with school authority officials or their appointee. Revenue from school generated funds is recognized as the related expenses are incurred.

(d) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(e) Pensions

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Arts Academy Society does not make pension contributions for certificated staff.

(f) Contributed Services

Volunteers assist the school in carrying out certain activities. Because of the difficulty of determining their fair market value and of the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

(g) Financial Instruments

The Society's financial instruments consist of various assets and liabilities. Except for the fact that a large concentration of cash is deposited with a single financial institution, it is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted. The Society has invested surplus funds in accordance with section 60 of the School Act and Section 5 of the Trustees Act.

(h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Directors, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

(i) Investments

Short-term investments are valued at the lower of cost or market value.

3. Cash and Temporary Investments

The Society maintains a number of bank accounts including separate bank accounts for gaming fund activities. The gaming bank accounts are restricted as to the type of expenditures as set out in the provisions of the licences obtained from the provincial government gaming authorities. $73,563 of the cash is restricted by the provisions of these licenses. Also included in cash are grant monies received from the government in the amount of $4,689 and school council monies of $11,776, both of which are restricted in how the monies may be spent.

	Restricted	Non-restricted	Total
Cash	$ 90,028	$ 139,954	$ 229,982
Temporary investments	-	162,108	162,108
	$ 90,028	$ 302,062	$ 392,090

The Society has an 18 month, redeemable term deposit with First Calgary Savings and Credit Union, earning interest at 5.25% per annum, and maturing April 7, 2008.

4. Accounts Receivable

	2007	2006
Grants receivable	$ 100,000	$ 33,574
GST receivable	39,642	32,990
Accruals	18,333	706
	$ 157,975	$ 67,270

5. Capital Assets

	2007		2006	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Property and equipment				
Computer Equipment	$ 138,583	-	-	-
Furniture and equipment	40,130	-	-	-
Leasehold improvements	61,020	-	-	-
Sound systems	9,525	-	-	-
Vehicles	28,150	2,815	-	-
	$ 277,408	$ 2,815	$ -	$ -
Cost less accumulated amortization	$ 274,593		$ -	

6. Deferred Revenue

	2007	2006
Province of Alberta		
Alberta Education funding	$ 103,840	$ 30,000
Casino funds	146,561	72,110
Other funds	790	-
C.I.P. funding	84,965	-
	336,156	102,110
Bus and Resource fees received in advance	85,063	78,813
	$ 421,219	$ 180,923

7. Deferred Capital Allocations

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

8. Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended.

9. Commitments

The Society leases two schools and six portables from the Calgary Board of Education. Leases on the Glenmeadows school and the portables expire July 31, 2008, and the Knobhill school lease expires June 31, 2012. The Society's minimum annual lease payments for the next five years are as follows:

2008	$ 526,407
2009	$ 244,316
2010	$ 244,316
2011	$ 244,316
2012	$ 203,597

10. Economic Dependence on Related Third Party

The Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

11. Budgeted Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Directors on May 16, 2006. It is presented for information purposes only and has not been audited.

12. Related Party Transactions

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions, and other school jurisdictions in Alberta.

2006 - 2007	Assets	Liabilities	Revenue	Purchases
Education	$ 100,000	$ -	$ 2,674,779	$ -
Alberta school jurisdictions	-	4,457	-	327,495
Other related parties	-	-	-	46,246
Post secondary institutions	-	-	-	2,711
	$ 100,000	$ 4,457	$ 2,674,779	$ 376,452

13. Remuneration and Monetary Incentives

The Calgary Arts Academy had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Patricia M. Cavill	1.0	$0	$0	$0	$0	$0	$0	$870
Other Board Members:								
Jane Matheson, Vice Chair	1.0	$0	$0	$0	$0	$0	$0	$0
Tejinder Basi, Board Secretary	1.0	$0	$0	$0	$0	$0	$0	$0
Chris Morrison, Board Treasurer	1.0	$0	$0	$0	$0	$0	$0	$0
Jo Ann Schiffner, School Council Chair	1.0	$0	$0	$0	$0	$0	$0	$0
Todd Hirsch	0.8	$0	$0	$0	$0	$0	$0	$0
Laura Kleiner	1.0	$0	$0	$0	$0	$0	$0	$0
Ken McNeill, Past Chair	1.0	$0	$0	$0	$0	$0	$0	$490
Subtotal	**7.8**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**$0**	**$1,360**
Patrick Maguire	0.3	$44,030	$0	$0	$0	$0	$44,030	$2,451
Garry Schock	1.0	$56,650	$5,990	$0	$0	$0	$62,640	$764
Certificated Salaries	17.1	$1,083,275	$114,547	$0	$0	$0	$1,197,821	
Uncertificated Salaries & Wages	10.5	$413285	$43,701	$0	$0	$0	$456,986	
TOTALS		**$1,597,239**	**$164,238**	**$0**	**$0**	**$0**	**$1,761,477**	

School Jurisdiction Code: 0151

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

CALGARY ARTS ACADEMY SOCIETY
Legal Name of School Jurisdiction

4931 Grove Hill Road SW Calgary, AB T3E 4G4
Mailing Address

(403) 532-3020, Fax (403) 217-0965
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Name: Garry Schock

Signature: original signed

Dated: 27-Nov-07

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 0151

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School Jurisdiction Cod: 0151

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education**	$2,774,779	$2,018,350	$521,228	$134,002	$101,200	$0
(2) **Alberta Infrastructure & Transportation**	$0	$0	$0			
(3) **Alberta Finance**	$0		$0			$0
(4) **Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(5) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(6) **Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(7) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(8) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) **Instruction resource fees**	$64,131	$64,131				
(10) **Transportation fees**	$63,059			$63,059		
(11) **Other sales and services**	$0	$0	$0	$0	$0	$0
(12) **Investment income**	$9,325	$0	$0	$0	$9,325	$0
(13) **Gifts and donations**	$0	$0	$0	$0		$0
(14) **Rentals of facilities**	$4,480	$0	$0	$0	$4,480	$0
(15) **Net school generated funds**	$58,040	$58,040			$0	
(16) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(17) **Amortization of capital allocations**	$0	$0	$0	$0		$0
(18) **TOTAL REVENUES**	$2,973,814	$2,140,521	$521,228	$197,060	$115,004	$0
EXPENSES						
(19) **Certificated salaries**	$1,083,275	$1,083,275			$0	$0
(20) **Certificated benefits**	$114,547	$114,547			$0	$0
(21) **Non-certificated salaries and wages**	$469,935	$413,285	$0	$10,356	$46,294	$0
(22) **Non-certificated benefits**	$49,691	$43,701	$0	$1,070	$4,920	$0
(23) **SUB - TOTAL**	$1,717,448	$1,654,807	$0	$11,426	$51,214	$0
(24) **Services, contracts & supplies**	$1,111,113	$346,644	$533,974	$166,704	$63,790	$0
(25) **Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26) **Net school generated funds**	$58,040	$58,040				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$0	$0	$0	$0	$0	$0
(28) Unsupported	$2,815	$0	$0	$2,815	$0	$0
(29) Total Amortization	$2,815	$0	$0	$2,815	$0	$0
Interest on capital debt						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) **TOTAL EXPENSES**	$2,889,415	$2,059,492	$533,974	$180,945	$115,004	$0
(35) **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$84,398	$81,029	($12,746)	$16,115	$0	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

		TOTAL
Base Funding		$1,671,893
Additional Funding for Differential Cost Factors		$798,959
Targeted Funding for Provincial Initiatives		
Class Size Initiative		$171,295
Student Health Initiative (SHI)		$0
Alberta Initiative for School Improvement (AISI)		$25,746
SuperNet Services		$4,571
Children and Youth with Complex Needs		$0
Other Provincial Support Funding		
Institutional Programs		$0
Regional Consortium and Regional Educational Consulting Services		$0
Learning Resources Credit Allocation		$2,315
Infrastructure Maintenance Renewal (IMR)		$0
Other Funding from Alberta Education (describe)	Start Up funding for Knob Hill Campus	$100,000
Total Alberta Education Revenues		$2,774,779

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$114,317	$209,901	$76,315		$0	$0	$400,534
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$2,700		$0		$2,700
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$0	$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$12,666	$720	$12,360	$0	$0		$25,746
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$5,039		$0		$5,039
Class Size Initiative	$171,295	$0	$0	$0	$0		$171,295
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$899,544	$246,364	$308,271	$0	$0	$0	$1,454,179
TOTAL EXPENSES	$1,197,822	$456,986	$404,684	$0	$0	$0	$2,059,492

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

School Jurisdiction Code: 0151

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES	$2,889,415

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$144,471
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$58,366	$144,471
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$144,471
Less: 2006/2007 Board and System Administration expenses		-$115,004
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$29,466

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$12,137
Sources of School Generated Funds:				
Fundraising activities	$58,715	$30,807	$27,908	
Student fees (Non-Instructional) (Note 1)	$27,479	$0	$27,479	
Donations and grants to schools	$0	$0	$0	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$86,194	$30,807		$55,387
Net SGF Available				$67,524
Uses of Net School Generated Funds:				
Extra-curricular activities			$0	
School site beautification			$0	
Field Trips			$19,919	
Equipment			$3,460	
Family literacy and other community resources			$0	
Other (describe): ($6k - Casino for library) ($19k Performances) ($9k Art supplies)			$34,662	
Total Uses of Net SGF (Note 2)				$58,040
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$9,483

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 152

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Girls' School Society

Legal Name of School Jurisdiction

6304 Larkspur Way SW, Calgary, AB T3E 5P7

Mailing Address

Phone 403-220-0745 fax 403-217-1371

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Calgary Girls' School Society presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Richard Weber — **Name**

"ORIGINAL SIGNED" — **Signature**

SUPERINTENDENT

Ches Cowley — **Name**

"ORIGINAL SIGNED" — **Signature**

SECRETARY TREASURER OR TREASURER

Jan Jordan — **Name**

"ORIGINAL SIGNED" — **Signature**

27-Nov-07

Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 152

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Ascend LLP
Chartered Accountants

Calgary: Suite 210, 5010 - 4th Street NE, Calgary, AB T2K 5X8
Office: **403-275-8457** Fax: **403-275-8416**
Airdrie: Box 3218, 129 Bowers Street, Airdrie, AB T4B 2B5
Office: **403-912-6235** Fax: **403-912-6332**
www.ascendllp.com

AUDITORS' REPORT

To the Members of Calgary Girls' School Society

We have audited the statement of financial position of Calgary Girls' School Society as at August 31, 2007 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many charitable organizations, the Society derives revenue from gifts and donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the contributions referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

We have not audited the budget amounts for the year ended August 31, 2007 presented in these financial statements, and accordingly, we do not express an opinion on them.

The comparative financial statements as at and for the year ended August 31, 2006 were audited by another firm of chartered accountants, who issued an opinion without reservation in their report dated November 2, 2006.

Ascend LLP

CHARTERED ACCOUNTANTS

Calgary, Alberta
November 20, 2007

School Jurisdiction Code: 152

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note) Restated
ASSETS			
Current assets			
Cash and temporary investments		$2,331,578	$1,933,703
Accounts receivable (net after allowances)		$41,169	$34,141
Prepaid expenses		$123,575	$9,486
Other current assets		$0	$0
Total current assets		$2,496,322	$1,977,330
School generated assets		$56,268	$78,794
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$358,782		
Less: accumulated amortization	($80,673)	$278,109	$68,721
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$278,109	$68,721
TOTAL ASSETS		$2,830,699	$2,124,845
LIABILITIES			
Current liabilities			
Bank indebtedness			$0
Accounts payable and accrued liabilities		$31,827	$116,285
Deferred revenue		$287,963	$445,611
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$319,790	$561,896
School generated liabilities		$56,268	$78,794
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$73,265	$0
Total long term liabilities		$129,533	$78,794
TOTAL LIABILITIES		$449,323	$640,690
NET ASSETS			
Unrestricted net assets		$946,332	$621,840
Operating Reserves		$1,143,593	$793,593
Accumulated Operating Surplus (Deficit)		$2,089,925	$1,415,433
Investment in capital assets		$291,451	$68,722
Capital Reserves		$0	$0
Total Capital Funds		$291,451	$68,722
Total net assets		$2,381,376	$1,484,155
TOTAL LIABILITIES AND NET ASSETS		$2,830,699	$2,124,845

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 152

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note) Restated
REVENUES			
Government of Alberta	$4,737,307	$4,685,883	$3,728,667
Federal Government and/or First Nations	$1,869	$0	$0
Other Alberta school authorities	$2,900	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$36,983	$35,750	$30,783
Transportation fees	$239,989	$242,550	$191,522
Other sales and services	$0		$0
Investment income	$98,125	$65,000	$0
Gifts and donations	$0	$41,044	$0
Rentals of facilities	$5,360	$2,500	$0
Net school generated funds	$71,756	$138,274	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$5,194,289	$5,211,001	$3,950,972
EXPENSES			
Certificated salaries	$1,889,943	$2,147,001	$1,474,043
Certificated benefits	$148,996	$238,556	$130,817
Non-certificated salaries and wages	$229,247	$234,416	$118,515
Non-certificated benefits	$22,723	$26,046	$6,901
Services, contracts and supplies	$1,907,512	$2,399,817	$1,598,857
Net school generated funds	$71,756	$138,274	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$26,891	$26,891	$26,891
Total Amortization of capital assets	$26,891	$26,891	$26,891
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$4,297,068	$5,211,001	$3,356,024
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$897,221	$0	$594,948
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$897,221	$0	$594,948

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 152

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note) Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$897,221	$594,948
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$26,891	$26,891
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($7,028)	$87,379
Prepaids and other current assets	($114 089)	$5,975
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($84,458)	$91,943
Deferred revenue	($157,648)	$406,727
Employee future benefit expense (recovery)	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	$560,889	$1,213,863
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($236,279)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($236,279)	$0
C. FINANCING ACTIVITIES		
Capital allocations	$73,265	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$73,265	$0
Net sources (uses) of cash during year	$397,875	$1,213,863
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$1,933,703	$719,840
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$2,331,578	$1,933,703

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 152

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$1,484,155	$68,722	$621,840	$793,593	$0
Prior period adjustments (describe)					
	$0				$0
	$0		$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$1,484,155	$68,722	$621,840	$793,593	$0
Excess(def) of revenue over expenses	$897,221		$897,221		
Board funded capital transactions		$249,620	($599,620)	$350,000	
Direct credits to net assets	$0	$0			
Amortization of capital assets		($26,891)	$26,891		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0		
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$2,381,376	$291,451	$946,332	$1,143,593	$0

The Board approved the use of Surplus money to support the 07-08 budget in the order of $350,000.

School Jurisdiction Code: 152

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$0	$0
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$73,265	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	($73,265)	$73,265
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2007	$0	$73,265

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

Calgary Girls' School Society
Notes to Financial Statements
Year Ended August 31, 2007

1. AUTHORITY AND PURPOSE

The Calgary Girls' School Society (the "Society") is a non-profit Society incorporated under the Societies Act of Alberta. The Society operates the Calgary Girls' School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with Canada Revenue Agency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements, in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue Recognition

The Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

Instruction and support allocations are recognized in the year to which they relate.

Unrestricted donations are recognized as revenue when received. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Capital Assets

Capital assets are recorded at cost. Amortization commences, subsequent to the period of purchase, over their estimated useful lives on a straight-line basis at the following rates:

Computer equipment	30% Straight-line method
Office equipment	20% Straight-line method

All building components repairs are expensed as incurred and only capital assets with a cost in excess of $5,000 are capitalized.

School Generated Funds

These are funds which come under the control and responsibility of a school principle for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. year book, graduation fees and field trip fees).

Vacation Pay

Vacation pay is accrued in the period in which employees earn the benefit.

Pension

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Society does not make pension contributions for certificated staff.

Prepaid Expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year end and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

Contributed Services

Volunteers provide assistance to the school in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

Financial Instruments

The society's financial instruments consist of cash, short-term deposits, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

Operating and Capital Reserves

Reserves are established at the discretion of the Board of Directors for future operating and capital expenditures. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

3. CASH

	2007	2006
Petty cash	$ 544	$ 656
Bank - chequing	379,501	354,507
Bank - savings	867,360	536,067
GIC	1,084,172	1,042,473
	$ 2,331,578	$ 1,933,703

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4. ACCOUNTS RECEIVABLE

	2007	2006
GST recoverable	$ 35,046	$ 30,261
Interest	-	3,458
Accrued accounts receivable	6,123	422
	$ 41,169	$ 34,141

5. CAPITAL ASSETS

	2007			2006
	Cost	Accumulated Amortization	Net book value	Net book value
Computer equipment	$ 198,506	$ 21,512	$ 176,994	$ 9,561
Office equipment	160,276	59,161	101,115	59,160
	$ 358,782	$ 80,673	$ 278,109	$ 68,721

6. DEFERRED REVENUE

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds will be recognized as income when they are expended on approved projects. Deferred revenues are as follows:

	2007	2006
Transportation	$ 182,772	$ 144,213
Resource fees	42,305	35,163
Donations and investment income	-	81,241
Video conferencing grant	-	30,000
AISI	9,881	-
Bel Aire start-up costs	37,858	68,684
Bel Aire library/technology	15,147	86,310
	$ 287,963	$ 445,611

These funds have been co-mingled with the Society's general bank account.

7. INTERNALLY RESTRICTED NET ASSETS

The Board of Directors has internally restricted the use of the unrestricted net assets to assist with future operating and capital expenditures.

8. DONATIONS

Donations are received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council. Any donations not spent in the current year are deferred and will be recognized as revenue when the corresponding expense is incurred.

9. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are not related parties of school jurisdictions. These included government departments, health authorities, post secondary institutions and other school jurisdictions in Alberta.

	2007	2006
Government of Alberta		
Revenue		
Education	$ 4,449,211	$ 3,090,893
Infrastructure & Transportation	-	446,444
Government of Alberta		
Deferred revenue		
Education	9,881	294,213
Infrastructure & Transportation	-	148,790
Calgary Board of Education		
Rent expenses		
Lease payments	521,429	386,714

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

10.COMMITMENTS

The Society entered into an operating lease agreement with the Calgary Board of Education on August 15, 2003 for the Lakeview campus. It entered a further lease for the Bel Aire campus on June 13, 2006. The Lakeview campus lease expires on July 31, 2008. The Bel Aire campus lease expires on June 30, 2008. Lease payments are to be made as follows:

September 1, 2007	348,042
September 1, 2007	121,244
May 1, 2008	52,143
	$ 521,429

11. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Calgary Girls' School Society's primary source of revenue is from the Alberta Government. The Society's ability to continue viable operations is dependent on this continuing funding.

12. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

13. RENUMERATION AND MONETARY INCENTIVES

The Society had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Expenses
Liz LoVecchio	0.0	$0	$0	$0			$0
Richard Weber - Co-Chair	0.0	$0	$0	$0			$0
Jody Johnson	0.0	$0	$0	$0			$0
Chris Bailey	0.0	$0	$0	$0			$0
Julie Kearns - Co-Chair	0.0	$0	$0	$0			$0
Nancy Morton	0.0	$0	$0	$0			$0
Jim Barmby	0.0	$0	$0	$0			$0
Jean Hutchinson	0.0	$0	$0	$0			$0
Dawn Manning	0.0	$0	$0	$0			$0
Deb McGinn	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
Subtotal	*0.0*	*$0*	*$0*	*$0*			*$0*
Superintendent (1)	0.8	$109,920	$0	$0	$7,500	$0	$0
Superintendent (2)	0.0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer (1)	1.0	$43,945	$3,200	$0	$7,000	$0	$0
Secretary/Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Board Secretary (1)	0.0	$0	$0	$0	$0	$0	$0
Board Secretary (2)	0.0	$0	$0	$0	$0	$0	$0
Board Treasurer (1)	0.0	$0	$0	$0	$0	$0	$0
Board Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Certificated Teachers	30.8	$1,889,943	$148,996	$0	$0	$0	
Non-certificated - Other	5.0	$185,302	$19,523	$0	$0	$0	
TOTALS		$2,229,110	$171,719	$0	$14,500	$0	

School Jurisdiction Code: 152

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Calgary Girls' School Society
Legal Name of School Jurisdiction

6304 Larkspur Way SW, Calgary, AB T3E 5P7
Mailing Address

phone 403-220-0745 fax 403-217-1371
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Jan Jordan	"ORIGINAL SIGNED"
Name	Signature

28-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 152

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SCHEDULE A

School Jurisdiction Cod 152

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	Alberta Education	$4,737,307	$3,363,921	$933,837	$267,412	$172,137	$0
(2)	Alberta Infrastructure & Transportation	$0	$0				
(3)	Alberta Finance	$0		$0			$0
(4)	Other - Government of Alberta	$0		$0	$0	$0	$0
(5)	Federal Government and/or First Nations	$1,869	$1,869	$0	$0	$0	$0
(6)	Other Alberta school authorities	$2,900	$2,900	$0	$0	$0	$0
(7)	Out of province authorities	$0	$0	$0	$0	$0	$0
(8)	Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9)	Instruction resource fees	$36,983	$36,983				
(10)	Transportation fees	$239,989			$239,989		
(11)	Other sales and services	$0	$0	$0	$0	$0	$0
(12)	Investment income	$98,125	$98,125	$0	$0	$0	$0
(13)	Gifts and donations	$0		$0	$0		$0
(14)	Rentals of facilities	$5,360		$5,360	$0	$0	$0
(15)	Net school generated funds	$71,756	$71,756			$0	
(16)	Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17)	Amortization of capital allocations	$0	$0	$0	$0		$0
(18)	TOTAL REVENUES	$5,194,289	$3,575,554	$939,197	$507,401	$172,137	$0
	EXPENSES						
(19)	Certificated salaries	$1,889,943	$1,889,943			$0	$0
(20)	Certificated benefits	$148,996	$148,996			$0	$0
(21)	Non-certificated salaries and wages	$229,247	$188,747	$0	$0	$40,500	$0
(22)	Non-certificated benefits	$22,723	$19,523	$0	$0	$3,200	$0
(23)	SUB - TOTAL	$2,290,909	$2,247,209	$0	$0	$43,700	$0
(24)	Services, contracts & supplies	$1,907,512	$402,144	$865,317	$530,433	$109,618	$0
(25)	Cost recoveries between programs	$0		$0	$0		$0
(26)	Net school generated funds	$71,756	$71,756				
	Capital and debt services						
	Amortization of capital assets						
(27)	Supported	$0	$0	$0	$0	$0	$0
(28)	Unsupported	$26,891	$26,891	$0	$0	$0	$0
(29)	Total Amortization	$26,891	$26,891	$0	$0	$0	$0
	Interest on capital debt						
(30)	Supported	$0	$0	$0	$0	$0	$0
(31)	Unsupported	$0	$0	$0	$0	$0	$0
(32)	Other interest charges	$0	$0	$0	$0	$0	$0
(33)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34)	TOTAL EXPENSES	$4,297,068	$2,748,000	$865,317	$530,433	$153,318	$0
(35)	EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$897,221	$827,554	$73,880	($23,032)	$18,819	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$2,915,341
Additional Funding for Differential Cost Factors	$286,869
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$71,316
Student Health Initiative (SHI)	$1,020
Alberta Initiative for School Improvement (AISI)	$59,391
SuperNet Services	$0
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$2,900
Learning Resources Credit Allocation	$1,573
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe): AB Lottery grant, Bel-Aire Start-up, Tran	$1,398,897
Total Alberta Education Revenues	$4,737,307

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$356,191	$251,970	$506,435		$0	$0	$1,114,596
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0			$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$15,000	$0	$0		$0		$15,000
French Language & Francisation	$0	$0	$1,666		$0		$1,666
Enhanced ESL/Francisation & Supports for Immigrant Students	$4,000	$0	$0		$0		$4,000
First Nations, Metis and Inuit Education	$7,000	$0	$0		$0		$7,000
Alberta Initiative for School Improvement	$7,362	$0	$30,064	$10,160	$0		$47,586
Student Health Initiative	$0	$0	$1,576		$0		$1,576
SuperNet Service			$5,121		$0		$5,121
Class Size Initiative	$71,316	$0	$0	$0	$0		$71,316
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$1,578,070	$0		$0	$0	$0	$1,480,139
TOTAL EXPENSES	$2,038,939	$251,970	$544,862	$10,160	$0	$0	$2,748,000

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

School Jurisdiction Code: 152

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$4,297,068
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over = 4%		6.00%
If "Total Net Enrolled Students" are 2,000 and less = 6%		
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$257,824
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$116,732	$257,824
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$257,824**
Less: 2006/2007 Board and System Administration expenses		-$153,318
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$104,506

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$78,794
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$0	$0	$0	
Student fees (Non-Instructional) (Note 1)	$69,484	$20,254	$49,230	
Donations and grants to schools			$0	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$69,484	$20,254		$49,230
Net SGF Available				$128,024
Uses of Net School Generated Funds:				
Extra-curricular activities			$2,272	
School site beautification			$7,090	
Field Trips			$12,453	
Equipment				
Family literacy and other community resources			$0	
Other (describe): Student Support Fund			$49,941	
Total Uses of Net SGF (Note 2)				$71,756
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$56,268

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 4010

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Roman Catholic Separate School District No. 1
Legal Name of School Jurisdiction

1000 - 5 Avenue S.W. Calgary, Alberta T2P 4T9
Mailing Address

Telephone (403) 298-1411 Fax (403) 265-5710
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Calgary Roman Catholic Separate School District No. 1 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Name	Signature
Margaret Belcourt	"ORIGINAL SIGNED"

SUPERINTENDENT

Name	Signature
Lucille Miller	"ORIGINAL SIGNED"

SECRETARY TREASURER OR TREASURER

Name	Signature
Deborah Achen	"ORIGINAL SIGNED"

28-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 4010

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ERNST & YOUNG

Ernst & Young LLP
Chartered Accountants
Suite 1000, Ernst & Young Tower
440 2 Avenue S.W.
Calgary, Canada T2P 5E9

Phone: 403 290-4100
Fax: 403 290-4265

AUDITORS' REPORT

To the Board of Trustees of the
Calgary Roman Catholic Separate School District No. 1

We have audited the Statement of Financial Position of the **Calgary Roman Catholic Separate School District No. 1** as at August 31, 2007 and the Statements of Revenues and Expenses, Cash Flows, and Changes in Net Assets and Capital Allocations for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the **Calgary Roman Catholic Separate School District No. 1** as at August 31, 2007 and the results of its operations, its cash flows, and changes in its net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Ernst + Young LLP
Chartered Accountants

Calgary, Canada
November 28, 2007

School Jurisdiction Code: 4010

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note) (Restated)
ASSETS			
Current assets			
Cash and temporary investments		$47,057,593	$33,930,206
Accounts receivable (net after allowances)		$24,399,052	$24,839,418
Prepaid expenses		$1,579,273	$1,101,215
Other current assets		$650,309	$340,602
Total current assets		$73,686,227	$60,211,441
School generated assets		$2,061,644	$2,028,113
Trust assets		$416,261	$413,373
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$4,155,764	$4,002,888
Buildings	$421,925,144		
Less: accumulated amortization	($159,411,380)	$262,513,764	$238,447,101
Equipment	$36,918,236		
Less: accumulated amortization	($22,946,686)	$13,971,550	$13,035,828
Vehicles	$1,657,377		
Less: accumulated amortization	($932,373)	$725,004	$594,551
Total capital assets		$281,366,082	$256,080,368
TOTAL ASSETS		$357,530,214	$318,733,295
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$40,044,031	$30,643,424
Deferred revenue		$1,171,873	$882,665
Deferred capital allocations		$17,781,532	$19,181,492
Current portion of all long term debt		$4,264,516	$5,211,654
Total current liabilities		$63,261,952	$55,919,235
School generated liabilities		$2,061,644	$2,028,113
Trust liabilities		$416,261	$413,373
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$9,621,140	$14,832,794
Less: Current portion of supported debt		($4,264,516)	($5,211,654)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$241,566,793	$211,106,571
Total long term liabilities		$249,401,322	$223,169,197
TOTAL LIABILITIES		$312,663,274	$279,088,432
NET ASSETS			
Unrestricted net assets		$8,594,797	$4,116,379
Operating Reserves		$6,038,252	$5,341,674
Accumulated Operating Surplus (Deficit)		$14,633,049	$9,458,053
Investment in capital assets		$30,178,149	$30,141,003
Capital Reserves		$55,742	$45,807
Total Capital Funds		$30,233,891	$30,186,810
Total net assets		$44,866,940	$39,644,863
TOTAL LIABILITIES AND NET ASSETS		$357,530,214	$318,733,295

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 4010

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note) Restated
REVENUES			
Government of Alberta	$342,321,318	$323,121,421	$315,583,122
Federal Government and/or First Nations	$2,046,643	$966,249	$686,639
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$586,332	$406,500	$577,023
Transportation fees	$962,392	$1,030,000	$868,310
Other sales and services	$3,907,701	$3,625,000	$3,438,416
Investment income	$1,494,820	$880,000	$980,159
Gifts and donations	$41,612	$0	$122,481
Rentals of facilities	$2,026,015	$2,121,377	$1,767,792
Net school generated funds	$3,573,526	$3,200,000	$3,557,664
Gains on disposal of capital assets	$1,168	$0	$19,901
Amortization of capital allocations	$10,532,310	$10,463,918	$10,083,575
Total Revenues	$367,493,837	$345,814,465	$337,685,082
EXPENSES			
Certificated salaries	$197,620,998	$189,551,118	$183,433,635
Certificated benefits	$24,332,912	$24,126,842	$22,719,187
Non-certificated salaries and wages	$42,995,710	$43,621,985	$41,319,253
Non-certificated benefits	$10,036,296	$10,517,609	$9,787,662
Services, contracts and supplies	$69,061,090	$61,409,087	$60,967,530
Net school generated funds	$3,573,526	$3,200,000	$3,557,664
Capital and debt services			
Amortization of capital assets			
Supported	$10,532,310	$10,463,918	$10,083,575
Unsupported	$3,040,936	$2,956,278	$2,367,860
Total Amortization of capital assets	$13,573,246	$13,420,196	$12,451,435
Interest on capital debt			
Supported	$1,077,936	$1,123,906	$1,585,259
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,077,936	$1,123,906	$1,585,259
Other interest charges	$46	$0	$38,973
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$362,271,760	$346,970,743	$335,860,598
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$5,222,077	($1,156,278)	$1,824,484
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$5,222,077	($1,156,278)	$1,824,484

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 4010

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note) (Restated)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$5,222,077	$1,814,484
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($10,532,310)	($10,083,575)
Total amortization expense	$13,573,246	$12,451,435
Gains on disposal of capital assets	($1,168)	($19,901)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$440,366	$1,595,366
Prepaids and other current assets	($787,765)	$364,579
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$9,400,607	$2,191,756
Deferred revenue	$289,208	($1,017,909)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$17,604,261	$7,296,235
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($152,876)	$0
Buildings	($34,306,774)	($16,286,470)
Equipment	($3,806,861)	($3,301,524)
Vehicles	($230,751)	($118,001)
Net proceeds from disposal of capital assets	$9,935	$9,050
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($38,487,327)	($19,696,945)
C. FINANCING ACTIVITIES		
Capital allocations	$34,010,453	$33,045,826
Issue of long term debt	$0	$0
Repayment of long term debt	($5,211,654)	($5,537,281)
Add back: supported portion	$5,211,654	$5,537,281
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$34,010,453	$33,045,826
Net sources (uses) of cash during year	$13,127,387	$20,645,116
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$33,930,206	$13,285,090
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$47,057,593	$33,930,206

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 4010

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$39,644,863	$30,141,003	$4,116,379	$5,341,674	$45,807
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$39,644,863	$30,141,003	$4,116,379	$5,341,674	$45,807
Excess(def) of revenue over expenses	$5,222,077		$5,222,077		
Board funded capital transactions		$3,086,849	($3,086,849)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($13,573,246)	$13,573,246		
Amortization of capital allocations		$10,532,310	($10,532,310)		
Disposal of unsupported capital assets	$0	($8,767)	($1,168)		$9,935
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($696,578)	$696,578	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$44,866,940	$30,178,149	$8,594,797	$6,038,252	$55,742

School Jurisdiction Code: 4010

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$19,181,492	$211,106,571
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$19,181,492	$211,106,571
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$33,343,538	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$593,927	
Other capital grants and donations	$72,988	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$370,465
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$5,211,654
Expended capital allocations - current year	($35,410,413)	$35,410,413
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$10,532,310
Balance at August 31, 2007	$17,781,532	$241,566,793

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

NOTES TO FINANCIAL STATEMENTS

August 31, 2007

1. AUTHORITY AND PURPOSE

Calgary Roman Catholic Separate School District No. 1 ("the District") was established under the authority of the School Act, Revised Statutes of Alberta, Chapter S-3, to provide education programs to The City of Calgary and surrounding areas.

The District receives instruction and support allocations under Regulation 77/2003 from the Province of Alberta ("the Province") and by way of municipal supplementary requisitions. The regulation allows for the setting of conditions and use of grant monies. The District is limited on certain funding allocations and administration expenses.

The District is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements of the District have been prepared by management in accordance with Canadian generally accepted accounting principles. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. Actual results could differ from these estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

Inventory

Inventory of supplies is carried at the lower of cost, determined on a first-in, first-out basis, and replacement cost.

School generated funds

Funds generated at the schools are included as assets, liabilities, revenue and expenditures of the District when the accountability, control and ownership of these funds rests with the District. Funds are raised through registration and other fees and fundraising activities and are expended for the stated purposes for which they were raised. School generated funds reflected as revenues are net of direct costs incurred to earn such revenues and represent funds available for discretionary purposes at the school level.

Capital assets

Capital assets are recorded at cost and amortized on a straight-line basis over their estimated useful lives, commencing in the year following acquisition, as follows:

Buildings	10 to 40 years
Furniture, equipment and vehicles	5 to 10 years
Site development	20 years
Leasehold improvements	amortized over term of leases

Capital allocations received for asset additions are amortized to revenue over the same period as the depreciation expense.

Revenue recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Donated materials are recognized as revenue when received or receivable. Donated materials are recorded at fair market value when reasonably determinable, when they are used in the normal course of the District's operations and would otherwise have been purchased.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Donated assets are recorded at fair market value when reasonably determinable with an increase to capital assets and an increase to unamortized capital allocations. The unamortized capital allocations are amortized to revenue on the same basis as the capital assets donated.

Capital allocations from the Province for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations received in advance of the investment in capital assets are recorded as deferred capital allocations and transferred to unamortized capital allocations when the capital assets are acquired.

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty in determining the fair value of the services and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the accompanying financial statements.

Financial instruments

The District has financial instruments consisting of cash and cash equivalents, accounts receivable, accounts payable and long-term debt. The carrying values of these instruments approximates fair value.

Pensions

Pension costs included in these financial statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Province of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer Local Authorities Pension Plan for uncertificated staff. The expense for this pension plan is equivalent to the annual contributions of $3,062,585 for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported a deficit of $746,651,000 [2006 - $863,558,000 deficit).

The District also participates in a multi-employer registered Supplemental Integrated Pension Plan ("SIPP") for certain members of senior administration. This plan is supplemental to the Local Authorities Pension Plan or the Alberta Teachers' Retirement Fund, as appropriate. The expense for this plan is equivalent to the annual contributions of $55,989 for the year ended August 31, 2007.

3. CASH AND CASH EQUIVALENTS

Cash equivalents have maturity dates of 90 days or less. Cash equivalents consist of bankers acceptances bearing interest at 4.56% to 4.88%. Cash and cash equivalents include $17,837,274 restricted for capital purposes.

4. ACCOUNTS RECEIVABLE

	2007 **$**	**2006** **$**
Municipalities - supplementary requisitions	**12,451,706**	11,832,900
Province of Alberta	**6,945,392**	9,493,170
Federal Government	**1,649,742**	937,777
Other	**3,352,212**	2,575,571
	24,399,052	24,839,418

Other accounts receivable include $2,108,146 (2006 - $1,472,587) owing from the schools relating to funding provided by the District by way of loans to fund the purchase of textbooks for rental to students.

5. TRUST ASSETS AND LIABILITIES

These balances represent cash and cash equivalents that are held in trust by the District for the Student Health Initiative (Banker Board) and the Calgary Catholic Junior High Athletic Association.

6. CAPITAL ASSETS

	2007		
	Cost $	Accumulated depreciation $	Net book value $
Buildings	368,775,214	149,303,216	219,471,998
Furniture, equipment and vehicles	37,618,226	23,879,058	13,739,168
Site development	25,486,388	9,281,240	16,205,148
Capital asset construction in progress	27,243,236	—	27,243,236
Land	4,155,764	—	4,155,764
Leasehold improvements	1,377,692	826,924	550,768
	464,656,520	183,290,438	281,366,082

	2006		
	Cost $	Accumulated depreciation $	Net book value $
Buildings	348,106,506	139,960,137	208,146,369
Furniture, equipment and vehicles	33,136,347	21,028,502	12,107,845
Site development	23,346,012	8,262,171	15,083,841
Capital asset construction in progress	16,132,211	—	16,132,211
Land	4,002,888	—	4,002,888
Leasehold improvements	1,319,784	712,570	607,214
	426,043,748	169,963,380	256,080,368

The District is committed to further capital expenditures of approximately $7,945,000. It is anticipated that $7,923,000 of these costs will be funded by capital grants from the Province of Alberta.

Playground equipment and related site development in the amount of $370,500 was donated in kind to the District in 2007 (2006 - $606,700).

7. CREDIT FACILITY

The District has a $3,500,000 revolving credit facility with interest at prime less 0.25% comprised of a $3,000,000 demand credit facility and a $500,000 purchasing card facility. A temporary increase to the facility was granted to $22,500,000 for the period June 15, 2007 to September 15, 2007, after which time the facility reverted to a limit of $3,500,000. A borrowing bylaw to a maximum of the District's accounts receivable as shown in the most recent audited financial statements, covering all revenue of the District, has been provided as collateral for this facility. None of the demand facility was outstanding at year end, and $154,601 was outstanding on the purchasing card facility.

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007 $	2006 $
Province of Alberta	**14,633,429**	13,000,071
Federal Government	**659,203**	366,117
Alberta Municipalities	**58,067**	233,961
Other trade payables and accrued liabilities	**24,693,332**	17,043,275
	40,044,031	30,643,424

9. DEFERRED REVENUE

	2007 $	2006 $
Lease revenue	**274,258**	291,049
Infrastructure Maintenance and Renewal	**256,465**	—
Portable Relocation	**163,124**	225,604
Tuition revenue	**147,586**	162,182
Program Fee revenue	**102,210**	86,525
One to One Mobile Computing	**91,254**	—
Student Health Initiative	**61,310**	26,913
Calgary Regional Consortium	**40,448**	28,983
Technology Leadership	**2,943**	14,370
Alberta Initiative for School Improvement	**—**	7,909
Other	**32,275**	39,130
	1,171,873	882,665

10. LONG-TERM DEBT

Long-term debt is comprised of debentures issued to the Alberta Capital Finance Authority at interest rates ranging from 7.25% to 12% per annum which mature at various dates to 2020. All debenture principal and interest payments are fully supported (funded) by the Province of Alberta.

	2007 **$**	**2006** **$**
Debentures	**9,621,140**	14,832,794
Less current portion	**(4,264,516)**	(5,211,654)
	5,356,624	9,621,140

Principal repayments required over each of the next five years and thereafter are as follows:

	$
2008	4,264,516
2009	2,097,143
2010	1,361,917
2011	296,388
2012	296,388
Thereafter	1,304,788
	9,621,140

11. RESERVES

Reserves are established at the discretion of the Board of Trustees of the District or externally and represent restricted net assets held for future operating and capital expenditures. These internally restricted net assets are not available for use without approval of the Board of Trustees.

	2007			
	Balance, beginning of year $	**Appropriated $**	**Utilized $**	**Balance, end of year $**
Operating				
Instructional	**3,696,956**	**696,578**	**—**	**4,393,534**
Plant operation and maintenance	**928,822**	**—**	**—**	**928,822**
Administration	**715,896**	**—**	**—**	**715,896**
	5,341,674	**696,578**	**—**	**6,038,252**
Capital	**45,807**	**9,935**	**—**	**55,742**
	5,387,481	**706,513**	**—**	**6,093,994**

	2006			
	Balance, beginning of year $	**Appropriated $**	**Utilized $**	**Balance, end of year $**
Operating			—	
Instructional	3,634,956	62,000	—	3,696,956
Plant operation and maintenance	928,822	—	—	928,822
Administration	715,896	—	—	715,896
	5,279,674	62,000	—	5,341,674
Capital	36,757	9,050	—	45,807
	5,316,431	71,050	—	5,387,481

12. SCHOOL GENERATED FUNDS

School generated funds included in the statement of revenues and expenses are net of the costs of generating such funds and represent school generated funds available for discretionary spending purposes. Total revenues generated from these school activities amounted to $14,316,000 (2006 - $14,111,000).

13. STATEMENT OF CASH FLOWS

Net change in non-cash working capital

	2007 **$**	**2006** **$**
Operating activities		
Accounts receivable	**(1,089,180)**	2,248,823
Inventory	**(309,707)**	26,339
Prepaid expenses	**(478,058)**	325,782
Accounts payable and accrued liabilities	**8,045,078**	2,570,479
Deferred revenue	**289,208**	(1,017,909)
Cash provided by operating activities	**6,457,341**	4,153,514
Investing activities		
Accounts receivable	**(4,754)**	42,478
Prepaid expenses	**—**	12,458
Accounts payable and accrued liabilities	**1,638,556**	(84,332)
Cash provided by (used in) investing activities	**1,633,802**	(29,396)
Financing activities		
Accounts receivable	**1,534,300**	(695,935)
Accounts payable and accrued liabilities	**(283,027)**	(294,391)
Cash provided by (used in) financing activities	**1,251,273**	(990,326)

14. REMUNERATION AND MONETARY INCENTIVES

The District had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups:

Board Members:	**FTE**	**Remuneration $**	**Benefits $**	**Allowances $**	**Performance Bonuses $**	**ERIP's / Other $**	**Expenses $**
Chair : Catherine Williams	1.0	19,018	4,096	9,143	-	-	-
Other members:							
Margaret Belcourt	1.0	17,934	5,145	8,622	-	-	3,049
Lois Burke-Gaffney	1.0	15,630	1,513	7,514	-	-	3,544
Maureen Emond	1.0	16,113	788	7,746	-	-	2,285
Serafino Scarpino	1.0	17,079	5,096	8,211	-	-	2,337
Linda Wellman	1.0	16,354	3,941	7,862	-	-	2,644
Subtotal	***6.0***	***102,128***	***20,579***	***49,098***	-	-	***13,859***
Superintendent (1) Dr. Jeremy Simms	0.5	80,306	30,927	4,232	-	-	6,758
Superintendent (2) Dr. Lucille Miller	0.5	79,718	29,608	4,265	-	-	5,205
Secretary/Treasurer (1) Deborah Achen	1.0	154,283	37,026	106	-	-	8,262
Secretary/Treasurer (2)	-	-	-	-	-	-	-
Board Secretary (1)	-	-	-	-	-	-	-
Board Secretary (2)	-	-	-	-	-	-	-
Board Treasurer (1)	-	-	-	-	-	-	-
Board Treasurer (2)	-	-	-	-	-	-	-
Certificated Teachers	2,848.6	197,452,477	24,272,377	-	-	-	
Non-certificated - Other	1,445.3	42,690,094	9,978,691	-	-	-	
TOTALS	4,301.9	240,559,006	34,369,208	57,701	-	-	

15. ASSET RETIREMENT OBLIGATIONS

Asset retirement obligations represent legal obligations associated with the retirement of a tangible long-lived asset that result from its acquisition, construction, development or normal operation. The District has a legal obligation to remove hazardous material located on the site of non-school buildings upon their disposal. As of August 31, 2007, none of the non-school buildings were scheduled for a major renovation or demolition. As no settlement date can be estimated, the fair value of the obligation cannot be determined and therefore a liability has not been recognized.

NOTES TO FINANCIAL STATEMENTS

August 31, 2007

16. RELATED PARTY TRANSACTIONS

Effective September 1, 2005, school jurisdictions are controlled by the Province of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Province of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The District had the following related party transactions recorded on the Statement of Revenues and Expenses and Statement of Financial Position at the exchange amount, which is the consideration agreed upon between the related parties as follows:

	Balances		**Transactions**	
	Current assets $	**Current liabilities** $	**Revenues** $	**Expenses** $
Province of Alberta				
Education	6,744,155	30,795,442	341,480,746	1,742,441
Infrastructure and Transportation	—	1,371,481	—	—
Finance	546,398	546,398	1,077,936	1,079,165
Human Resources/Employment	28,600	—	28,600	—
Other Province of Alberta	—	2,098	—	16
Other	—	—	—	—
Alberta Health Authorities	39,404	3,000	316,218	290,975
Alberta Post-secondary Institutions	884	—	—	15,933
Alberta School Jurisdictions	11,787	229,220	307,358	1,472,011
Alberta Crown Corporations and Agencies	—	—	—	12,847
	7,371,228	32,947,639	343,210,858	4,613,388

During the year, capital allocations of $39,149,118 were received from the Province of Alberta.

The District's primary source of revenue is from the Province of Alberta. The District's ability to continue its operations is dependent on this funding.

17. SUBSEQUENT EVENT

Effective October 15, 2007, the District acquired land near the City of Airdrie to secure a site for future development as a school site in the amount of $2,875,000 plus costs and applicable GST. The purchase was financed with a demand term credit facility to a maximum of $3,000,000 with interest at prime less 0.15% to be amortized over 10 years with annual principal payments of $300,000.

18. COMPARATIVE FIGURES

Certain 2006 figures have been reclassified to conform to 2007 presentation.

School Jurisdiction Code: 4010

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Calgary Roman Catholic Separate School District No. 1

Legal Name of School Jurisdiction

1000 - 5 Avenue S.W. Calgary, Alberta, T2P 4T9

Mailing Address

Telephone (403) 298-1411 Fax (403) 265-5710

Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER	
Deborah Achen	"ORIGINAL SIGNED"
Name	Signature

28-Nov-07

Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 4010

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SCHEDULE A

School Jurisdiction Cod 4010

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$340,578,391	$273,126,099	$43,213,849	$10,623,564	$13,143,986	$470,893
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$1,077,936		$1,077,936			$0
(4) Other - Government of Alberta	$664,991	$664,991	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$2,046,643	$1,974,482	$0	$0	$72,161	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$586,332	$586,332				
(10) Transportation fees	$962,392			$962,392		
(11) Other sales and services	$3,907,701	$1,080,253	$0	$2,670,848	$156,600	$0
(12) Investment income	$1,494,820	$1,435,120	$0	$0	$59,700	$0
(13) Gifts and donations	$41,612	$41,612	$0	$0		$0
(14) Rentals of facilities	$2,026,015	$990,858	$0	$0	$81,040	$954,117
(15) Net school generated funds	$3,573,526	$3,573,526			$0	
(16) Gains on disposal of capital assets	$1,168	$0	$1,168	$0	$0	$0
(17) Amortization of capital allocations	$10,532,310	$0	$10,532,310	$0		$0
(18) TOTAL REVENUES	$367,493,837	$263,473,273	$54,825,263	$14,256,804	$13,513,487	$1,425,010
EXPENSES						
(19) Certificated salaries	$197,620,998	$196,310,402			$1,310,596	$0
(20) Certificated benefits	$24,332,912	$24,031,047			$301,865	$0
(21) Non-certificated salaries and wages	$42,995,710	$24,357,914	$12,107,961	$233,398	$5,909,756	$386,681
(22) Non-certificated benefits	$10,036,296	$5,969,251	$2,809,066	$43,588	$1,185,425	$28,966
(23) SUB - TOTAL	$274,985,916	$250,668,614	$14,917,027	$276,986	$8,707,642	$415,647
(24) Services, contracts & supplies	$69,061,090	$23,007,844	$27,426,539	$14,143,593	$3,758,582	$724,532
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$3,573,526	$3,573,526				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$10,532,310	$0	$10,532,310	$0	$0	$0
(28) Unsupported	$3,040,936	$836,091	$871,451	$1,346	$1,047,217	$284,831
(29) Total Amortization	$13,573,246	$836,091	$11,403,761	$1,346	$1,047,217	$284,831
Interest on capital debt						
(30) Supported	$1,077,936	$0	$1,077,936	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$46	$0	$0	$0	$46	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$362,271,760	$278,086,075	$54,825,263	$14,421,925	$13,513,487	$1,425,010
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$5,222,077	$5,387,198	$0	($165,121)	$0	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$225,345,155
Additional Funding for Differential Cost Factors	$73,576,347
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$20,811,536
Student Health Initiative (SHI)	$1,254,551
Alberta Initiative for School Improvement (AISI)	$5,482,533
SuperNet Services	$616,284
Children and Youth with Complex Needs	$143,170
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$495,611
Infrastructure Maintenance Renewal (IMR)	$12,379,484
Other Funding from Alberta Education (describe): Portable Relocation	$473,720
Total Alberta Education Revenues	$340,578,391

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	**ECS to GRADE 12 Instruction**						
	Certificated Remuneration	**Non-certificated Remuneration**	**Services, Contracts & Supplies**	**Learning Resources**	**Cost Recoveries between programs**	**Other Expenses**	**TOTAL EXPENSES**
School Administration & Instruction Support	$21,942,185	$9,938,887	$1,267,952		$0	$71,065	$33,220,089
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$10,915,566	$8,232,446	$3,029,844		$0		$22,177,856
ECS Program Unit (PUF)	$90,777	$545,327	$572,874		$0		$1,208,978
Severe Disabilities (Gr 1-12)	$4,678,101	$3,528,191	$1,298,504		$0		$9,504,796
English as a Second Language (ESL)	$1,368,286	$299,532	$175,261		$0		$1,843,079
French Language & Francisation	$9,987,472	$293,715	$421,640		$0		$10,702,827
Enhanced ESL/Francisation & Supports for Immigrant Students	$2,347,582	$609,896	$280,622		$0		$3,238,100
First Nations, Metis and Inuit Education	$410,362	$189,961	$18,198		$0		$618,521
Alberta Initiative for School Improvement	$4,940,163	$477,722	$64,648	$0	$0		$5,482,533
Student Health Initiative	$371,520	$41,202	$370,936		$0		$783,658
SuperNet Service			$616,284		$0		$616,284
Class Size Initiative	$20,811,536	$0	$0	$0	$0		$20,811,536
Children and Youth with Complex Needs (ECS - Gr 12)	$49,152	$49,497	$44,521		$0		$143,170
All Other Student Instruction Expenses (ECS - Gr 12)	$142,428,747	$6,120,789	$10,557,711	$4,288,849	$0	$4,338,552	$167,734,648
TOTAL EXPENSES	$220,341,449	$30,327,165	$18,718,995	$4,288,849	$0	$4,409,617	$278,086,075

FULL-TIME-EQUIVALENCIES (Board/Contract)	**FTE Certificated**	**FTE Non-certificated**
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	123.7	244.3
ECS Program Unit (PUF)	0.8	18.5
Severe Disabilities (Gr 1-12)	53.5	107.3

School Jurisdiction Code: 4010

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$362,271,760**
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over = 4%		**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%		
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$14,490,870
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$14,490,870**
Less: 2006/2007 Board and System Administration expenses		-$13,513,487
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$977,383

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$2,028,113
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$3,273,872	$1,897,711	$1,376,161	
Student fees (Non-Instructional) (Note 1)	$5,498,083	$5,610,354	($112,271)	
Donations and grants to schools	$2,353,975	$201,261	$2,152,714	
Other (describe): Interest, CTS revenues, Noon Hour Revs	$3,189,688	$2,999,235	$190,453	
Net Additions to SGF	$14,315,618	$10,708,561		$3,607,057
Net SGF Available				$5,635,170
Uses of Net School Generated Funds:				
Extra-curricular activities			$256,199	
School site beautification			$0	
Field Trips			$52,751	
Equipment			$892,044	
Family literacy and other community resources			$0	
Other (describe): Expenditures of designated donations (library, computers, etc), operations expenses			$2,372,532	
Total Uses of Net SGF (Note 2)				$3,573,526
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$2,061,644

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 3030

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CALGARY BOARD OF EDUCATION

Legal Name of School Jurisdiction

515 MACLEOD TRAIL S.E. CALGARY, ALBERTA T2G 2L9

Mailing Address

Tel: (403) 294-8211 Fax: (403) 294-8254

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of CALGARY BOARD OF EDUCATION presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
PATRICIA COCHRANE	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
DR. BRENDAN J. CROSKERY	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
DONALD M. DART	"ORIGINAL SIGNED"
Name	Signature

27-Nov-07

Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 3030

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KPMG

KPMG LLP
Chartered Accountants
2700 205 - 5th Avenue SW
Calgary AB T2P 4B9

Telephone (403) 691-8000
Fax (403) 691-8008
Internet www.kpmg.ca

AUDITORS' REPORT TO THE BOARD OF TRUSTEES

We have audited the statement of financial position of the Calgary Board of Education (the "Corporation") as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements, which are presented in the format prescribed by Alberta Education, are the responsibility of the Calgary Board of Education's Administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at August 31, 2007 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles and the presentation requirements of Alberta Education.

KPMG LLP
Chartered Accountants

Calgary, Canada
November 7, 2007

KPMG LLP is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International, a Swiss cooperative. KPMG Canada provides services to KPMG LLP.

School Jurisdiction Code: 3030

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note) Reclassified
ASSETS			
Current assets			
Cash and temporary investments		$148,465,530	$105,566,602
Accounts receivable (net after allowances)		$11,068,053	$18,376,500
Prepaid expenses		$2,727,656	$1,933,668
Other current assets		$640,677	$640,028
Total current assets		$162,901,916	$126,516,798
School generated assets		$13,966,226	$13,662,864
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$45,790,235	$24,680,696
Capital assets			
Land		$2,962,279	$2,962,279
Buildings	$682,372,051		
Less: accumulated amortization	($297,192,943)	$385,179,108	$372,736,313
Equipment	$120,660,652		
Less: accumulated amortization	($75,774,282)	$44,886,370	$40,011,702
Vehicles	$5,841,105		
Less: accumulated amortization	($3,604,947)	$2,236,158	$1,889,703
Total capital assets		$435,263,915	$417,599,997
TOTAL ASSETS		$657,922,292	$582,460,355
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$68,482,374	$63,161,392
Deferred revenue		$51,544,670	$16,159,061
Deferred capital allocations		$9,626,446	$7,633,628
Current portion of all long term debt		$8,118,868	$8,886,402
Total current liabilities		$137,772,358	$95,840,483
School generated liabilities		$13,966,226	$13,662,864
Trust liabilities		$0	$0
Employee future benefits liability		$24,568,220	$26,434,143
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$41,396,918	$50,008,916
Less: Current portion of supported debt		($7,855,171)	($8,611,998)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$2,213,661	$2,475,943
Mortgages		$0	$0
Less: Current portion of unsupported debt		($263,697)	($274,404)
Other long term liabilities		$1,287,455	$0
Unamortized capital allocations		$321,090,011	$308,164,789
Total long term liabilities		$396,403,623	$391,860,253
TOTAL LIABILITIES		$534,175,981	$487,700,736
NET ASSETS			
Unrestricted net assets		$826,678	$0
Operating Reserves		$23,447,810	$18,217,244
Accumulated Operating Surplus (Deficit)		$24,274,488	$18,217,244
Investment in capital assets		$69,275,871	$56,950,348
Capital Reserves		$30,195,952	$19,592,027
Total Capital Funds		$99,471,823	$76,542,375
Total net assets		$123,746,311	$94,759,619
TOTAL LIABILITIES AND NET ASSETS		$657,922,292	$582,460,355

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 3030

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Restated	Actual 2006 (Note)
REVENUES			
Government of Alberta	$780,399,640	$799,391,741	$739,874,488
Federal Government and/or First Nations	$2,681,909	$2,339,212	$2,642,842
Other Alberta school authorities	$1,154,397	$968,951	$1,097,656
Out of province authorities	$217,217	$170,000	$0
Alberta Municipalities (excluding supplementary requisitions)	$1,211,202	$1,452,451	$1,118,105
Instruction resource fees	$7,228,144	$6,908,316	$7,189,000
Transportation fees	$5,238,841	$5,728,500	$5,177,656
Other sales and services	$21,894,084	$18,489,612	$20,373,715
Investment income	$7,241,094	$3,925,900	$4,864,262
Gifts and donations	$1,312,800	$1,088,244	$884,723
Rentals of facilities	$6,748,140	$6,339,800	$6,275,409
Net school generated funds	$7,443,795	$11,856,455	$6,933,497
Gains on disposal of capital assets	$7,975,270	$9,126,770	$52,819
Amortization of capital allocations	$16,378,146	$16,321,957	$14,418,487
Total Revenues	$867,124,679	$884,107,909	$810,902,659
EXPENSES			
Certificated salaries	$438,034,673	$440,780,675	$417,206,169
Certificated benefits	$53,483,685	$52,614,768	$50,233,967
Non-certificated salaries and wages	$130,837,286	$136,596,664	$124,958,579
Non-certificated benefits	$27,905,836	$30,611,261	$29,192,434
Services, contracts and supplies	$150,216,434	$161,452,745	$137,280,031
Net school generated funds	$7,443,795	$11,856,455	$6,933,497
Capital and debt services			
Amortization of capital assets			
Supported	$16,378,146	$16,321,957	$14,418,487
Unsupported	$9,016,558	$9,109,015	$7,759,078
Total Amortization of capital assets	$25,394,704	$25,430,972	$22,177,565
Interest on capital debt			
Supported	$4,608,315	$4,608,315	$5,521,522
Unsupported	$0	$0	$67,965
Total Interest on capital debt	$4,608,315	$4,608,315	$5,589,487
Other interest charges	$213,259	$149,900	$82,563
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$838,137,987	$864,101,755	$793,654,292
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$28,986,692	$20,006,154	$17,248,367
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$28,986,692	$20,006,154	$17,248,367

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note) Reclassified
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$28,986,692	$17,248,367
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($16,378,146)	($14,418,487)
Total amortization expense	$25,394,704	$22,177,565
Gains on disposal of capital assets	($7,975,270)	($52,819)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$7,308,447	$11,403,204
Prepaids and other current assets	($794,637)	$201,978
Long term accounts receivable	$0	$0
Long term investments	($21,109,539)	($678,515)
Payables and accrued liabilities	$5,320,982	$4,758,986
Deferred revenue	$35,385,609	($6,795,131)
Employee future benefit expense (recovery)	($1,865,923)	$2,450,131
Other (describe) Wkg cap. changes in investing & financing activitie	$18,126,924	$1,119,151
Total sources (uses) of cash from Operations	$72,399,843	$37,414,430
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($27,067,401)	($49,358,850)
Equipment	($14,268,883)	($12,789,017)
Vehicles	($488,341)	($417,879)
Net proceeds from disposal of capital assets	$8,007,518	$54,808
Other (describe) Chg in wkg cap. components & lg term investment	($25,169,984)	$2,741,626
Total sources (uses) of cash from Investing activities	($58,987,091)	($59,769,312)
C. FINANCING ACTIVITIES		
Capital allocations	$22,705,396	$42,875,729
Issue of long term debt	$0	$0
Repayment of long term debt	($8,874,280)	($8,756,522)
Add back: supported portion	$8,611,997	$8,756,522
Other (describe) Change in working capital components	$7,043,063	($3,860,779)
Total sources (uses) of cash from Financing activities	$29,486,176	$39,014,950
Net sources (uses) of cash during year	$42,898,928	$16,660,068
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$105,566,602	$88,906,534
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$148,465,530	$105,566,602

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 3030

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$94,759,619	$56,950,348	$0	$18,217,244	$19,592,027
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$94,759,619	$56,950,348	$0	$18,217,244	$19,592,027
Excess(def) of revenue over expenses	$28,986,692		$28,986,692		
Board funded capital transactions		$21,112,046	($21,112,046)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($25,394,704)	$25,394,704		
Amortization of capital allocations		$16,378,146	($16,378,146)		
Disposal of unsupported capital assets	$0	($32,248)	$32,248		
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$262,283	($262,283)		
Net transfers to operating reserves			($5,230,566)	$5,230,566	
Net transfers from operating reserves			$0		
Net transfers to capital reserves			($15,941,822)		$15,941,822
Net transfers from capital reserves			$5,337,897		($5,337,897)
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$123,746,311	$69,275,871	$826,678	$23,447,810	$30,195,952

School Jurisdiction Code: 3030

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$7,633,628	$308,164,789
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$7,633,628	$308,164,789
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$21,275,162	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$278,734	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$1,151,500	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$8,611,997
Expended capital allocations - current year	($20,712,578)	$20,712,578
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other		$21,207
Capital allocations amortized to revenue		$16,378,146
Balance at August 31, 2007	$9,626,446	$321,090,011

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

CALGARY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2007

1. ORGANIZATION

The Calgary Board of Education (the "Corporation") is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The Corporation is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts to donors for income tax purposes.

The Corporation provides a full range of educational services for all instructional programs ranging from Kindergarten through Grade 12. In addition, the Corporation demonstrates its commitment to life-long learning by offering continuing education programs for adults.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

The financial statements of the Corporation have been prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP). A precise determination of many assets and liabilities is dependent upon future events and involves the use of estimates and approximations, which have been made using professional judgment. Actual results could differ from these estimates or approximations. In administration's opinion, these financial statements have been prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

The financial operations of EducationMatters (formerly The Calgary Board of Education Foundation) (see Note 14 (b)) are not consolidated in these financial statements.

Budget information (unaudited) presented on the Statement of Revenue and Expense and on the related schedules is for information purposes only and represents the original budget submitted to Alberta Education in June, 2006, as amended during the fiscal year to reflect identified changes in circumstances relating to operating and program changes. The Board of Trustees approves the original budget and monitors all subsequent changes through quarterly reports of revisions and amendments.

(b) Cash and Cash Equivalents

Cash and cash equivalents are comprised of cash and short-term investments with original maturity of 90 days or less. Investments in cash equivalents are made in compliance with the *School Act, Trustee Act* or other authorization from Alberta Education.

(c) Investments

Investments are made in compliance with the *School Act, Trustee Act* or other authorization from Alberta Education. As well, in accordance with the Corporation's administrative regulations, investments are made only in companies that are socially responsible and ethically managed, as recommended by the appointed external investment counsel in consultation with appointed officers of the Corporation.

Short-term investments are investments held with a maximum of a one-year view to ensure the timely settlement of the Corporation's financial obligations. Investments may consist of treasury bills and money market investments.

Long-term investments are investments held for a period of approximately three to five years, unless significant unforeseen factors occur. Long-term investments may include corporate and government bonds and equities, and are recorded at cost.

Investments are recorded as of the date of acquisition and are stated at cost plus accrued interest. Gains on sales of investments are recognized in the year of disposal. Losses are recognized in the year of disposal or, for long-term investments, when there is an other-than-temporary impairment in the value of an investment. Interest and dividends are included in income on the accrual basis.

(d) Inventories

Inventories consist of maintenance and school supplies and are valued at the lower of average cost and replacement cost, or net realizable value. The inventory is recorded as an expense when items are shipped to schools or departments.

(e) Capital Assets and Capital Revenue

Capital assets are recorded at cost. Amortization is calculated on a straight-line basis at rates which are intended to amortize the cost of the capital assets over their estimated useful lives. The amortization rates applied are as follows:

Land improvements	25 years
Buildings	25 - 40 years
Furniture and equipment	5-10 years

No amortization is provided on construction in progress, as these assets are not ready and available for use. Once completed and placed into use, these assets are amortized in accordance with the Corporation's accounting policy.

Certain capital assets, including new school construction and major renovations (except administrative buildings and replacement of equipment and vehicles), are funded by Alberta Education when approved, based on three-year capital plans. When received, capital grants for these assets are deferred and reflected in revenue and matched to the amortization expense over the lives of the related assets.

(f) Asset Retirement Obligation

The Corporation recognizes the fair value of an Asset Retirement Obligation ("ARO") in the period in which it incurs a legal obligation associated with the retirement of tangible long-lived assets. Certain building assets contain some asbestos. Although the asbestos is appropriately contained in accordance with environmental regulations, it is the Corporation's practice to, if necessary, remediate any asbestos upon disposal of a long-lived asset. The Corporation recognizes an ARO only when a disposal date is determined for those assets that have been approved by the Board of Trustees for disposition and when the fair value of the liability can be reasonably determined.

The fair value of the estimated ARO is recorded as a long term liability, with a corresponding increase in the carrying value of the asset. In periods subsequent to initial measurement, the passage of time results in liability increases and the amount of this accretion is charged against income. The liability is also adjusted for revisions to previously used estimates.

Asset retirement obligations have not been recognized for those building locations where the Board has not approved them for disposition.

(g) Revenue Recognition

Revenues are recognized when they are earned. Grants received, restricted donations and fees collected, in advance of the provision or use of related services, are deferred.

Unrestricted cash donations are recognized as revenue when they are received. Donations of materials and services, that would otherwise have been purchased, are recorded at fair market value when an estimated fair market value can be reasonably determined.

Funds donated by individuals or organizations for the purpose of establishing scholarships and bursaries, are accounted for as deferred revenues. Interest is calculated on each scholarship fund balance and is accrued for the benefit of the recipients of the fund. Individual scholarship payments are made to the recipients of the scholarships and bursaries in accordance with the various scholarship agreements, and a corresponding amount is recognized as revenue at that time.

The amortization of capital assets funded by Alberta Education and Alberta Infrastructure and Transportation is expensed annually and is offset by a corresponding amount of revenue arising from the recognition in that year of related capital grants.

Each year, volunteers contribute a considerable number of hours which support the delivery of certain programs within schools. Due to the difficulty of determining or otherwise estimating these hours, and the fact that these services are not otherwise purchased, the value of these contributed services is not quantified nor recognized in these financial statements.

(h) Proceeds on Disposal of Capital Assets

The proceeds on disposal of capital assets are applied to fund future capital asset expenditures. Pursuant to Provincial regulations, the allocation of proceeds for each asset disposal is based upon the relative contribution from the Province of Alberta and the Corporation to fund the original purchase of the disposed asset. Proceeds relating to provincially funded assets are recorded as deferred capital allocations until a provincially approved capital expenditure is made. Proceeds relating to Corporation funded assets are reflected as income and a corresponding amount is transferred to capital reserves until a Board of Trustee approved capital expenditure to be financed from capital reserves is made.

(i) School Generated Funds

These financial statements include revenues arising from certain school and student activities which are controlled and administered locally by each school but for which the Corporation is accountable. When schools undertake fundraising for extra-curricular activities, the related costs are netted against the amount of related school generated funds revenue.

(j) Pensions

The Corporation's certificated employees are required to contribute to the Alberta Teachers' Retirement Fund, a multi-employer pension plan. This defined benefit pension plan is the responsibility of the Province of Alberta and these employee members. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plan by the Corporation's certificated employees.

The Corporation and its uncertificated employees participate in the Local Authorities Pension Plan, a multi-employer pension plan. Pension costs included in these financial statements comprise the cost of employer contributions for current service of participating employees during the year.

The Corporation has established a Supplemental Integrated Pension Plan (SiPP) for certain members of senior administration comprised of both a registered and non-registered portion. The plan provides a supplement to the Local Authorities Pension Plan or Alberta Teachers' Retirement Fund (as appropriate) to provide an annual retirement benefit of 2% of total earnings. The cost of this SiPP is sponsored by the Corporation and actuarially determined using the projected benefit method prorated on service and managements' best estimate of expected salary and benefit escalation, retirement ages of employees and plan investment performance. As at August 31, 2007 plan assets held in trust are invested in a mix of cash, bonds, and Canadian and international equities. Plan assets are valued at cost, which approximates market value, and the plan is fully funded by separately designated plan assets. Changes to the actuarially determined obligation are recognized and expensed as of the applicable date to ensure the plan is fully funded. The most recent actuarial valuation of the obligation was performed as at August 31, 2006.

(k) Employee Future Benefit Plans

The Corporation has a number of defined benefit plans providing post-employment and post-retirement benefits for supplementary health care, dental care, life insurance and retiring allowances. These plans are not funded by separately designated plan assets.

For employee future benefit plans other than pension plans, the Corporation accrues its obligations, and expenses the related costs, in accordance with the terms of various collective agreements and other contracts of employment. The cost of employee future benefits earned by employees is actuarially determined using the projected benefit method pro-rated on service and management's best estimate of salary escalation, retirement ages of employees, and expected provincial and supplementary health care costs and dental care costs. The actuarially determined benefit obligation from the initial application of this policy is being amortized over the average remaining service period of employees active at September 1, 2000, the beginning of the fiscal year in which this policy was implemented. The balance of any unrecognized net plan experience, including changes in actuarial basis, in excess of 10% of the greater of the actuarial benefit obligation and the market value of plan assets is amortized over the average remaining service lifetime of the active members as of the applicable date. When changes to employee future benefit plans are negotiated, the related financial impacts are recognized when an agreement has been reached by the Corporation and the applicable group of employees. Effective January 1, 2011, employees will pay 100% of the post retirement benefit premium costs.

The Corporation measures its accrued benefit obligations under these plans for accounting purposes as at August 31 of each year. The most recent actuarial valuation of post-retirement and post-employment benefit plans was as of August 31, 2006. The next required valuation will be as of August 31, 2009.

(l) Financial Instruments

The Corporation's financial instruments consist of cash and cash equivalents, cash held by schools, short-term investments, accounts receivable, long-term investments, outstanding cheques, bank indebtedness, accounts payable and accrued liabilities, and long-term liabilities. It is administration's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted in Notes #3 and #9, as determined by market comparisons, the fair values of these financial instruments approximate their carrying values.

(m) Future Accounting Standards

CBE has not implemented the new accounting standards on financial instruments (section 3855 Financial Instruments - recognition and measurement, section 3865 Hedges and section 1530 Comprehensive Income) in the current year financial statements. In accordance with the requirements of those standards they will be adopted for the financial year ending August 31, 2008. The impact of adopting these new standards will be evaluated by management in 2007/08.

3. CASH AND CASH EQUIVALENTS, INVESTMENTS AND BANK INDEBTEDNESS

	2007				
		Investments at Cost			
	Cash and cash equivalents	Short-Term	Long-Term	Total	Market Value
Cash and Fixed Income Investments					
Bank balances	$ 1,103,439	$ -	$ -	$ 1,103,439	$ 1,103,439
Outstanding cheques	(1,762,156)	-	-	(1,762,156)	(1,762,156)
Money market investments	95,999,566	52,632,076	11,404,206	160,035,848	160,619,912
Canadian bonds	-	-	14,852,703	14,852,703	14,312,415
Supplemental Integrated Pension Plan Assets (see note 9(b))	-	492,605	-	492,605	509,353
Restricted long-term investment (1)	-	-	2,213,661	2,213,661	2,213,661
Equity Investments					
Canadian equities	-	-	5,560,025	5,560,025	7,886,510
U.S. equity pooled funds	-	-	5,366,642	5,366,642	5,297,509
International equity pooled funds	-	-	6,392,998	6,392,998	6,981,360
Total at Cost	$ 95,340,849	$ 53,124,681	$ 45,790,235	$194,255,765	
Total at Market Value	$ 95,563,521	$ 53,491,874	$ 48,106,607		$197,162,003

(1) Restricted long-term investment relates to cash collateral requirements as a result of capital leases entered into during the year ended August 31, 2004, 2005 and 2006 (see Note 9).

	2006				
		Investments at Cost			
	Cash and cash equivalents	Short-Term	Long-Term	Total	Market Value
Cash and Fixed Income Investments					
Bank balances	$ 1,628,857	$ -	$ -	$ 1.628,857	$ 1,628,857
Outstanding cheques	(2,273,257)	-	-	(2,273,257)	(2,273,257)
Money market investments	70,185,221	35,798,188	4,549.161	110,532,570	111,008,730
Canadian bonds	-	-	9,917,244	9,917,244	9,766,391
Supplemental Integrated Pension Plan Assets (see note 9(b))	-	227,593	-	227,593	227,593
Restricted long-term investment (1)	-	-	2,475,943	2,475,943	2,475,943
Equity Investments					
Canadian equities	-	-	4,126,693	4.126,693	5,524,266
U.S. equity pooled funds	-	-	1,628,132	1,628,132	1,611,626
International equity pooled funds	-	-	1,983,522	1,983.522	2,206.476
Total at Cost	$ 69,540,822	$ 36,025.781	$ 24,680,695	$130,247,298	
Total at Market Value	$ 69,748,166	$ 36,273,156	$ 26,155.303		$132,176.625

(1) Restricted long-term investment relates to cash collateral requirements as a result of capital leases entered into during the year ended August 31, 2004, 2005 and 2006 (see Note 9).

General Operating and Other Bank Indebtedness

The Corporation maintains lines of credit that have been negotiated with its bankers for general operating purposes. As at August 31, 2007, no amount has been drawn against the Corporation's general operating line of credit.

Yields on current and long-term investments reflect the cash value of all dividends, interest or other payments received or receivable on active investment instruments. These yields do not include any realized or unrealized capital gains of the underlying market values of the instruments. At August 31, 2007 the yields on these investments were as follows:

	2007		2006	
	Effective or Market Yield	Cost	Effective or Market Yield	Cost
Cash Equivalents				
Money Market Investments	4.21%	$ 95,999,566	4.26%	$ 70,185,221
Short-Term Investments				
Bonds	-	-	-	-
Money Market Investments	4.74%	52,632,076	4.28%	35,798,188
Non-Registered Mutual Funds (SiPP)	2.25%	492,605	4.47%	227,593
Long-Term Investments				
Money Market Investments	4.12%	11,404,206	4.13%	4,549,161
Bond maturity				
Within one year	-	-	-	-
Two to five years	4.58%	4,183,250	4.23%	2,916,150
More than five years	4.63%	10,669,453	4.21%	7,001,094
Canadian equities	2.11%	5,560,025	2.04%	4,126,693
U.S. equity pooled funds	1.61%	5,366,642	1.66%	1,628,132
International equity pooled funds	2.71%	6,392,998	2.77%	1,983,522

Additional Cash Flow Information

During the year ended August 31, 2007, cash interest paid on school building debenture debt and other debt amounted to $5,081,925 (2006 - $5,999,389) and cash interest earned and dividends received on investments totaled $5,953,422 (2006 - $3,790,058).

4. OTHER CURRENT ASSETS

	2007	2006
Inventory	$ 640,677	$ 640,028

5. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education operating grants	$ 121,071	$ 113,796
Government of Alberta capital grants	2,190,156	9,728,034
Debenture interest grants	2,452,501	2,926,110
School jurisdictions and other governments	2,086,165	1,951,762
Other accounts receivable	4,218,160	3,656,798
	$ 11,068,053	$ 18,376,500

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Salaries and benefits	$ 33,545,928	$ 33,185,565
Debenture interest	2,452,501	2,926,110
Federal government	533,684	171,718
Contractor payables	3,167,858	7,425,403
Other accounts payable	15,178,547	13,306,332
Other accrued liabilities	13,603,857	6,146,264
	$ 68,482,375	$ 63,161,392

7. DEFERRED REVENUE

	2007	2006
Alberta Education Grants		
Infrastructure Maintenance Renewal (IMR)	$ 28,479,655	$ 5,951,441
Alberta Initiative for School Improvements	12,262,712	311,898
Small Class Size Initiative	-	270,598
Regional Educational consulting Services	119,877	240,987
Small Schools by Necessity	-	64,719
Other Alberta Education revenues	301,284	294,922
Scholarship funds	393,888	449,542
Other organization and individual revenues	9,987,253	8,574,953
	$ 51,544,669	$ 16,159,060

8. EMPLOYEE FUTURE BENEFITS

(a) Local Authorities Pension Plan

The Corporation's net pension expense for the year amounts to $8,689,444 (2006 - $8,420,503).

(b) Supplemental Integrated Pension Plan

During the 2006/07 school year, the plan was partially enhanced to be effective January 1, 1998 for the Chief Superintendent as approved by the Board of Trustees.

The Corporation's net pension expense for the registered portion for the year was ($16,472) reflecting a pension payout from the fund during the year (2006 – net expense of $179,441). The net pension expense for the non-registered portion was $492,605 (2006 - $227,593) reflecting both a liability and an offsetting asset amount for contributed funds held in trust.

(c) Other Employee Future Benefits

The significant actuarial assumptions adopted in measuring the Corporation's employee future benefit obligation (based on a weighted average assumption of the various plans as of August 31, 2007) are as follows:

Amortization method	Straight-line
Discount rate	5.35%
Supplementary health care cost escalation	8.0% for two years, declining by 0.5% per year to an ultimate rate of 5.0% per year
Dental care cost escalation	4.0% per year
Provincial health care cost escalation	3.0%

During the 2006/07 fiscal year, the Corporation amended the Exempt employees "Terms and Conditions" documentation which included certain amendments to the employees' post retirement benefit plans that will reduce the Corporation's future obligations.

The actuarially determined liability for future employee benefits at August 31, 2007 is $36,190,000 (2006 - $39,236,000). To date, $24,092,087 (2006 - $26,027,109) has been accrued in these financial statements. The initial transitional obligation of $35,664,263 at September 1, 2000 is being amortized over the expected average remaining service period of the employee group, which was estimated to be 12 years, of which 5 years remain. The unamortized transitional obligation of $4,127,000 on September 1, 2006 has been reduced by $695,000 to $3,432,000 to reflect the change in the accrued benefit obligation to Staff Association, Staff Association for Professional Support Staff, the Canadian Union of Public Employees and Exempt Staff, and the annual amortization of the remaining initial transitional obligation.

The total current year expense for employee future benefits amounts to $3,858,372 (2006 - $5,489,146), including current service costs of $673,000 (2006 - $1,274,000). During the year ended August 31, 2007, $5,793,394 (2006 - $3,199,178) was paid in respect of post-employment or post-retirement benefits.

9. LONG-TERM DEBT

Long-term debt relates to debentures for the acquisition of school buildings funded directly by Alberta Education (Pre 1995) and to capital leases, approved by the Minister of Education for internally financed equipment purchases. Debentures and capital leases are secured by all assets of the Corporation.

Debenture debt on school buildings, in the amount of $41,396,918 outstanding at August 31, 2007, bears interest at rates ranging from 7.25% to 12.00% with a weighted average rate of 8.36% per annum. Debenture interest expense on school buildings during the year amounted to $4,608,315 (2006 - $5,521,522). Debentures were issued for periods of 15, 20 or 25 years in those years prior to 1995 when the Corporation had local taxing authority. Fair value of this debt is $48,299,878 (2006 - $59,625,251) which is calculated using a discount rate of 5.35%, that reflects the average yield on high quality long term corporate bonds at August 31, 2007. This fair value amount is provided for information purposes only. This debt is fully guaranteed by the Province of Alberta and Alberta Finance funds these interest and principal payments.

In addition, the Corporation has entered into a capital lease for certain equipment in the amount of $2,213,661. This obligation bears interest at the Royal Bank of Canada prime rate less 1.6% per annum and expires September 29, 2014. Capital lease interest expense during the year amounted to $74,719 (2006 - $55,034).

The following is a summary by fiscal year of principal payments on debenture debt and on capital leases outstanding at August 31, 2007:

Year Ending	Debenture Debt	Capital Leases	Total
2008	$ 7,855,171	$ 263,697	$ 8,118,868
2009	6,490,037	271,030	6,761,067
2010	5,249,490	278,580	5,528,070
2011	4,480,173	286,354	4,766,527
2012	3,857,345	294,358	4,151,703
to maturity	13,464,702	819,642	14,284,344
Total	$ 41,396,918	$ 2,213,661	$ 43,610,579
Current portion	7,855,171	263,697	8,118,868
Long-term portion	$ 33,541,747	$ 1,949,964	$ 35,491,711

10. ASSET RETIREMENT OBLIGATION

The Corporation has estimated an asset retirement obligation of $1,287,455 as at August 31, 2007 (2006 - $nil) for building assets that have been approved for disposition by the Board which may occur between 2008 and 2010. An interest rate of 5.35% is applicable to discount expected cash flows, for calculation of the initial obligation.

The following table summarizes the changes in the asset retirement obligations:

	2007	2006
Balance, beginning of year	$ -	$ -
Obligations incurred	1,287,455	-
Balance, end of year	$ 1,287,455	$ -

11. CONTINGENCIES AND COMMITMENTS

From year to year, legal actions are brought against the Corporation in the normal course of operations. Management believes that the ultimate resolution of claims presently outstanding are not expected to be significant to the overall financial position of the Corporation.

The Corporation has contractual commitments to complete major capital projects relating to school buildings. As at August 31, 2007, these outstanding contractual obligations amount to $3,349,764,(2006 - $11,924,365), all of which are expected to be funded by the Province of Alberta.

To the extent the Corporation terminates certain contractual commitments for convenience under certain service and development management agreements, the Corporation would incur costs, depending on the date of termination, of between $15,000,000 and $4,500,000.

The Corporation has entered into operating lease agreements for office space that expire through August 31, 2011. Future minimum annual lease payments under these leases, including provisions for renewals, are as follows:

2008	943,749
2009	598,966
2010	158,159
2011	158,159
	$ 1,859,033

Lease expense during the year amounted to $709,731 (2006 - $646,777).

The Corporation has entered into a service agreement related to certain payroll and human resources administration processes expiring October 16, 2015. Future minimum annual payments under this commitment are:

2008	$ 6,321,940
2009	7,045,257
2010	7,794,158
2011	8,752,622
2012	9,450,584
2013	9,864,987
2014	10,210,986
2015	10,559,986
2016	1,325,998
Total payments	$ 71,326,518

Effective November 1, 2006, the Corporation entered into a fixed price natural gas supply agreement of a certain price for a majority of its total annual natural gas consumption. This agreement expires on December 31, 2011.

Effective July 31, 2007, the Corporation entered into a fixed electricity supply agreement of a certain price for all of its electricity consumption. This agreement covers the period commencing January 1, 2009 and expires on December 31, 2012.

Effective July 1, 2007 the Corporation entered into a Committed Retainer Legal Services Agreement of a certain price, with a one year evaluation stage and the provision for a four year extension period, at the discretion of the Corporation, to June 30, 2012.

12. NET ASSETS

The components of the Corporation's net assets of $123,746,311 as at August 31, 2007 are described below:

(a) Unrestricted Net Assets

Under Alberta Education requirements, operating reserves may only be created or increased when a school board has an accumulated operating surplus. Alberta Education excludes school generated funds from this determination. However, where certain instructional initiatives are planned or in progress, and consistent with prior years, the Corporation has designated or reserved operating funds for specific purposes. These fund designations will be honoured in accordance with legislation or a Board of Trustees motion.

These funds are identified below as operating reserves in the amounts of $5,230,566 in the current year and $23,447,810 on a cumulative basis. The balance of any operating surplus funds (revenues minus expenses and provisions for restricted operating reserves) are deemed unrestricted net assets.

As at August 31, 2007, the Corporation has unrestricted net assets of $826,678 (2006 –$nil) comprised of the following:

	2007	2006
Accumulated operating surplus	$ 24,274,488	$ 18,217,244
Operating reserves	(23,447,810)	(18,217,244)
Unrestricted net assets	$ 826,678	$ 0

(i) Operating Reserves and Designated Funds

Operating reserves and operating funds consists of operating reserves and designated funds, which are established through Provincial regulation or by Board of Trustees' approval. These restricted funds are restricted by the Board to provide funding for specific programs or to stabilize annual fee rates established to offset the cost of programs and services.

Restricted net assets – operating comprises the following:

	2007	2006
Designated Funds		
School decentralized budgets	$ 5,197,025	$ 4,490,827
Facilities and other initiatives	3,156,285	2,976,462
Total designated funds	8,353,310	7,467,289
Operating Reserves		
Transportation Fee Stabilization Reserve	$ 550,813	$ -
Continuing Education Fee Stabilization Reserve	1,273,703	1,211,130
Music Loan Pool Reserve	741,925	641,020
Utility Expense Stabilization Reserve	4,005,723	3,375,469
Snow Removal Budget Stabilization Reserve	200,000	200,000
Administrative Systems Renewal Reserve	5,322,336	5,322,336
General Instruction Reserve	1,000,000	-
Fiscal Stability Reserve	1,000,000	-
System Transformation Reserve	1,000,000	-
Total operating reserves	15,094,500	10,749,955
Total restricted net assets - operating	$ 23,447,810	$ 18,217,244

As at August 31, 2007, the Board of Trustees has approved the use of $653,000 of the Utility Stabilization Fee Reserve in the 2007/08 operating budget.

(ii) Accumulated Operating Surplus

Accumulated operating surplus or, if negative, deficit represents the aggregation of successive years' annual operating excesses and deficiencies of revenues over expenses. As at August 31, 2007, the Corporation has an accumulated operating surplus of $24,274,488 (2006 - $18,217,244).

(b) Capital Reserves and Designated Capital Funds

The Corporation's capital reserves and designated capital funds are established by Board of Trustees' resolution and in accordance with Provincial regulation, and are funded from proceeds on disposals of capital assets, provision from operating funds or from lease revenues. To date, the following capital reserves and designated capital funds have been established:

	2007	2006
Building and Equipment Reserves	$ 15,936,965	$ 7,984,678
Capital reserve for school program modernization	3,880,119	3,880,119
Primary Data Centre Reserve	2,500,000	-
Capital reserve for leased school buildings	2,000,000	2,000,000
Chinook Learning Services Relocation Reserve	700,399	412,316
Funds designated for approved capital projects	5,178,469	5,314,914
	$ 30,195,952	$ 19,592,027

These reserves and designated funds are to be applied to finance future capital expenditures in accordance with the specific requirements of each Board resolution. Funds may be committed from these reserves or designated amounts by the Board of Trustees from time to time to permit the completion of approved capital projects. As at August 31, 2007, the Board of Trustees has approved the use of $12,522,210 of these funds for future capital transactions leaving $17,673,740 uncommitted for future capital projects.

(c) Investment in Capital Assets

Investment in capital assets represents the Corporation's net investment of operating funds that have been used from time to time to purchase building improvements, capital equipment and technology infrastructure to support the general operating activities of the Corporation. As of August 31, 2007, the Corporation has $69,275,871 invested in capital assets (2006 - $56,950,348)

13. OTHER ALBERTA EDUCATION REVENUES

	2007	2006
Alberta Education Grants		
Charter school lease administration	$ 223,578	$ -
Mobile Computing	172,346	-
Emerging Technologies	116,570	-
Smithconian Events	20,000	-
Learning Connections	14,697	-
SAIT – Secondary ELA	10,607	11,248
Language Training Program ESL	2,942	-
Biology, Chemistry, Physics Course Development	2,100	-
Plant Operations and Maintenance	-	69,897,635
Connecting Community of Learners	-	288,184
Textbooks-Classroom Resources funding	-	184,632
Video Conferencing	-	100,000
O. O. P. Pathways Projects	-	56,711
Promising Practice in Assisting Immigrant Children/Families	-	5,000
Staff secondments, contracts and other	74,407	174,599
	$ 637,247	$ 70,718,009

14. RELATED PARTIES

(a) Province of Alberta

The Corporation is economically dependent upon the Government of the Province of Alberta, since the viability of its on-going operations depends on contributions from Alberta Education and other provincial ministries.

Effective 2005/06, school jurisdictions have been deemed to be controlled by the Government of Alberta according to criteria set out in the Canadian Institute of Chartered Accountants Public Sector Accounting Standards section 1300, Government Reporting

Entity. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now considered related parties of school jurisdictions for financial reporting purposes. These include government departments, health authorities, post secondary institutions and other school jurisdictions in Alberta.

Assets, liabilities and transactions of the Corporation that relate to the Government of Alberta are:

	Balances		**Transactions**	
2006/07	Assets (@ cost or net realizable value)	Liabilities (@fair value)	Revenues	Expenses
Government of Alberta:				
Education	$ 4,763,728	$ 46,441,425	$ 775,791,325	$ 3,573,507
Infrastructure & Transportation	-	-	-	-
Finance	-	43,849,419	4,608,315	-
Health & Wellness	-	-	-	-
Human Resources/Employment	63,118	-	213,617	-
Other Gov't of Alberta departments	-	-	-	-
Other:				
Health authorities	-	-	-	1,153,983
Post-secondary institutions		-	-	59,472
Other Alberta school jurisdictions	1,101,423	-	6,849,602	225,277
Other related parties	-	-	-	8,689,444
TOTAL 2006/07	$ 5,928,269	$ 90,290,844	$ 787,462,859	$ 13,701,683
TOTAL 2005/06	$ 13,898,977	$ 68,623,709	$ 746,609,715	$ 12,024,606

(b) EducationMatters

EducationMatters (formerly The Calgary Board of Education Foundation), (the "Foundation") was established in 2003 by the Corporation under a trust indenture. The Corporation's Board of Trustees appoints the Governors of the Foundation, however Trustees cannot hold a majority of the Governor positions. The Foundation promotes activities that support public education for the benefit of Calgary's students.

The Foundation is not consolidated in these financial statements. The resources held by the Foundation are not necessarily limited for use by the Corporation. Selected financial information for the Foundation for the 12 months ended August 31 is as follows:

	2007	2006
Total assets	$ 2,064,000	$ 1,710,000
Total liabilities	7,000	4,000
Net assets	$ 2,057,000	$ 1,706,000
Fund balances held by the Foundation:		
Flow through funds	$ 327,000	$ 447,000
Endowment funds	1,129,000	863,000
Operating funds	601,000	396,000
	$ 2,057,000	$ 1,706,000
Revenues (1)	$ 1,541,000	$ 1,588,000
Expenses (2)	1,189,000	1,050,000
Excess of revenues over expenses	$ 352,000	$ 538,000

(1) Revenues include financial support from the Corporation of $700,000 (2006 - $449,000).

(2) Charitable disbursements and expenses paid to the Corporation amount to $14,000 (2006 - $14,000).

(c) The Urban Schools Insurance Consortium

The Corporation is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The Corporation's share of the accumulated consortium funds as at August 31, 2007 was $2,321,231 (2006 - $2,436,438). This amount has not been recognized in the Corporation's financial statements, as the revenue has not been realized by the Corporation.

(d) Other fundraising groups and associations

Various parent groups, including societies and other associations, solicit donations and undertake fundraising activities to provide operating and capital donations to further the objectives of the Corporation. The financial information of these groups is not consolidated in these financial statements.

15. COMPARATIVE FIGURES

Certain 2006 amounts have been reclassified where necessary to conform to the current year's presentation.

16. SUBSEQUENT EVENT

Ministerial approval was received for the disposition of King Edward School in accordance with Provincial Regulations on October 25, 2007. Proceeds, as a result of this disposition, will amount to $14,115 with a final distribution between the CBE and the provinces share as yet undetermined.

17. REMUNERATION AND MONETARY INCENTIVES

The Calgary Board of Education had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and person in groups as follows:

Board Members:	**FTE**	**Remuneration**	**Benefits**	**Allowances**	**Performance Bonuses**	**ERIP's / Other**	**Expenses**
Chair	0.0	$0	$0	$0			$0
Pat Cochrane	1.0	$27,225	$1,337	$0			$13,809
Other members:	0.0	$0	$0	$0			$0
Carol Bazinet	1.0	$25,193	$1,237	$0			$12,342
Nancy Close	1.0	$23,467	$1,155	$0			$11,971
Gordon Dirks	1.0	$23,773	$1,175	$0			$11,716
Kyle Fawcett	1.0	$23,160	$1,136	$0			$12,826
George Lane	1.0	$23,160	$0	$0			$12,076
Lynn Ferguson	1.0	$23,160	$1,136	$0			$11,776
	0.0	$0	$0	$0			$0
Subtotal	*7.0*	*$169,138*	*$7,176*	*$0*			*$86,516*
Brendan J. Croskery	1.0	$200,000	$113,481	$16,118	$0	$0	$4,246
Don M. Dart	1.0	$184,060	$64,062	$6,269	$0	$40,000	$6,777
Certificated Teachers	6,373.3	$437,627,084	$53,370,204	$6,538	$0	$184,933	
Non-certificated - Othe	3,038.0	$128,487,307	$27,794,598	$45,234	$0	$1,945,278	
TOTALS		$566,667,589	$81,349,521	$74,159	$0	$2,170,211	

Note 1: The benefit costs for the Superintendent do not reflect the Alberta Teacher Retirement fund contribution made by Alberta Education on behalf of the CBE in the amount of $18,136 for 2006/07

Note 2: The benefit costs for the certificated teaching staff do not reflect the Alberta Teacher Retirement fund contribution made by Alberta Education on behalf of the CBE.

School Jurisdiction Code: 3030

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

CALGARY BOARD OF EDUCATION
Legal Name of School Jurisdiction

515 MACLEOD TRAIL S.E. T2G 2L9
Mailing Address

Tel: (403) 294-8211 Fax: (403) 294-8254
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

DONALD M. DART	"ORIGINAL SIGNED"
Name	Signature

27-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3030

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SCHEDULE A

School Jurisdiction Cod 3030

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$775,791,325	$631,815,552	$81,947,368	$28,047,675	$31,031,653	$2,949,077
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$4,608,315		$4,608,315			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$2,681,909	$1,809,472	$98,676	$0	$3,150	$770,611
(6) Other Alberta school authorities	$1,154,397	$765,610	$161,910	$190,379	$36,498	$0
(7) Out of province authorities	$217,217	$0	$300	$0	$66,270	$150,647
(8) Alberta municipalities (excl. supplementary requisitions)	$1,211,202	$71,267	$673,732	$0	$0	$466,203
(9) Instruction resource fees	$7,228,144	$7,228,144				
(10) Transportation fees	$5,238,841			$5,238,841		
(11) Other sales and services	$21,894,084	$12,217,191	$662,981	$6,600	$1,729,352	$7,277,960
(12) Investment income	$7,241,094	$0	$260,000	$0	$0	$6,981,094
(13) Gifts and donations	$1,312,800	$1,256,800	$0	$0		$56,000
(14) Rentals of facilities	$6,748,140	$0	$4,782,527	$0	$36,807	$1,928,806
(15) Net school generated funds	$7,443,795	$7,443,795			$0	
(16) Gains on disposal of capital assets	$7,975,270	$0	$7,975,270	$0	$0	$0
(17) Amortization of capital allocations	$16,378,146	$0	$16,378,146	$0		$0
(18) TOTAL REVENUES	$867,124,679	$662,607,831	$117,549,225	$33,483,495	$32,903,730	$20,580,398
EXPENSES						
(19) Certificated salaries	$438,034,673	$433,746,388			$2,166,972	$2,121,313
(20) Certificated benefits	$53,483,685	$52,887,500			$301,708	$294,477
(21) Non-certificated salaries and wages	$130,837,286	$77,518,190	$34,603,923	$1,198,282	$12,801,108	$4,715,783
(22) Non-certificated benefits	$27,905,836	$16,714,770	$7,554,416	$257,703	$2,507,656	$871,291
(23) SUB - TOTAL	$650,261,480	$580,866,848	$42,158,339	$1,455,985	$17,777,444	$8,002,864
(24) Services, contracts & supplies	$150,216,433	$59,252,177	$41,269,320	$31,458,881	$14,163,453	$4,072,602
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$7,443,795	$7,443,795				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$16,378,146	$0	$16,378,146	$0	$0	$0
(28) Unsupported	$9,016,558	$6,525,324	$971,368	$17,817	$1,499,156	$2,893
(29) Total Amortization	$25,394,704	$6,525,324	$17,349,514	$17,817	$1,499,156	$2,893
Interest on capital debt						
(30) Supported	$4,608,315	$0	$4,608,315	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$213,259	$34,625	$74,719	$0	$3,909	$100,006
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$838,137,986	$654,122,769	$105,460,207	$32,932,683	$33,443,962	$12,178,365
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$28,986,693	$8,485,062	$12,089,018	$550,812	($540,232)	$8,402,033

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$538,831,742
Additional Funding for Differential Cost Factors	$173,895,119
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$39,420,020
Student Health Initiative (SHI)	$2,207,843
Alberta Initiative for School Improvement (AISI)	$501,346
SuperNet Services	$1,442,825
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$3,486,607
Regional Consortium and Regional Educational Consulting Services	$2,949,077
Learning Resources Credit Allocation	$846,029
Infrastructure Maintenance Renewal (IMR)	$11,773,472
Other Funding from Alberta Education (describe) (Note 13)	$637,245
Total Alberta Education Revenues	$775,791,325

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$9,544,524	$45,636,034	$33,230,728		$0	$0	$88,411,286
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$25,530,652	$10,906,227	$485,130		$0		$36,922,009
ECS Program Unit (PUF)	$421,073	$2,333,673	$427,949		$0		$3,182,695
Severe Disabilities (Gr 1-12)	$20,821,939	$20,019,010	$5,205,593		$0		$46,046,542
English as a Second Language (ESL)	$14,129,881	$3,863,535	$129,950		$0		$18,123,366
French Language & Francisation	$602,766	$45,531	$590,123		$0		$1,238,420
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$1,384,299	$667,723	$95,272		$0		$2,147,294
Alberta Initiative for School Improvement	$249,819	$9,450	$255,199	$0	$0		$514,468
Student Health Initiative	$368,416	$1,355,916	$552,573		$0		$2,276,905
SuperNet Service			$1,442,825		$0		$1,442,825
Class Size Initiative	$39,736,208	$0	$0	$0	$0		$39,736,208
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$373,844,311	$9,395,861	$30,840,579	$0	$0	$0	$414,080,751
TOTAL EXPENSES	$486,633,888	$94,232,960	$73,255,921	$0	$0	$0	$654,122,769

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	327.5	242.6
ECS Program Unit (PUF)	5.1	36.7
Severe Disabilities (Gr 1-12)	259.6	438.9

School Jurisdiction Code: 3030

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$838,137,986
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$33,525,519
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$33,525,519
Less: 2006/2007 Board and System Administration expenses		-$33,443,962
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$81,557

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$13,662,864
Sources of School Generated Funds:				
Fundraising activities	$10,683,820	$9,942,738	$741,082	
Student fees (Non-instructional) (Note 1)	$14,723,329	$13,094,383	$1,628,946	
Donations and grants to schools	$6,056,919	$1,046,753	$5,010,166	
Other (describe):	$427,254	$60,291	$366,963	
Net Additions to SGF	$31,891,322	$24,144,165		$7,747,157
Net SGF Available				$21,410,021
Uses of Net School Generated Funds:				
Extra-curricular activities			$4,679,376	
School site beautification			$0	
Field Trips			$1,370,977	
Equipment			$1,393,442	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$7,443,795
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$13,966,226

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activites are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 45

AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Science School
Legal Name of School Jurisdiction

5915 Lewis Drive SW, Calgary Alberta T3E 5Z4
Mailing Address

403-282-2890 Ext 121, Fax 403-282-2896
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Calgary Science School presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Dave Robinson — "ORIGINAL SIGNED"
Name — Signature

SUPERINTENDENT

Gordon Welch — "ORIGINAL SIGNED"
Name — Signature

SECRETARY TREASURER OR TREASURER

Myra Penberthy — "ORIGINAL SIGNED"
Name — Signature

27-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

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DCS
CHARTERED ACCOUNTANTS
dedicated comprehensive service

AUDITORS' REPORT

To the Members of Calgary Science School Society

We have audited the statement of financial position of the Calgary Science School Society as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Calgary, Alberta
October 17, 2007

DCS Chartered Accountants

School Jurisdiction Code: 45

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$900,338	$597,951
Accounts receivable (net after allowances)		$40,964	$44,645
Prepaid expenses		$142,687	$102,880
Other current assets		$0	$0
Total current assets		$1,083,989	$745,476
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$626,587		
Less: accumulated amortization	($373,977)	$252,610	$369,578
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$252,610	$369,578
TOTAL ASSETS		$1,336,599	$1,115,054
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$31,460	$20,117
Deferred revenue		$524,645	$374,594
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$556,105	$394,711
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$556,105	$394,711
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$527,884	$350,765
Accumulated Operating Surplus (Deficit)		$527,884	$350,765
Investment in capital assets		$252,610	$369,578
Capital Reserves		$0	$0
Total Capital Funds		$252,610	$369,578
Total net assets		$780,494	$720,343
TOTAL LIABILITIES AND NET ASSETS		$1,336,599	$1,115,054

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$5,202,833	$5,172,262	$4,849,706
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$1,700	$0	$0
Instruction resource fees	$195,919	$404,200	$172,797
Transportation fees	$244,123	$237,500	$188,427
Other sales and services	$20,702	$6,500	$24,388
Investment income	$11,675	$5,300	$9,338
Gifts and donations	$0	$0	$0
Rentals of facilities	$13,393	$1,500	$13,105
Net school generated funds	$227,938	$8,200	$158,097
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$5,918,283	$5,835,462	$5,415,858
EXPENSES			
Certificated salaries	$2,450,577	$2,405,210	$2,225,135
Certificated benefits	$203,307	$185,348	$175,276
Non-certificated salaries and wages	$334,251	$370,312	$243,643
Non-certificated benefits	$69,993	$71,200	$58,527
Services, contracts and supplies	$2,403,239	$2,696,443	$2,270,153
Net school generated funds	$227,938	$8,200	$158,097
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$168,827	$98,749	$135,642
Total Amortization of capital assets	$168,827	$98,749	$135,642
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$5,858,132	$5,835,462	$5,266,473
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$60,151	$0	$149,385
Extraordinary item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$60,151	$0	$149,385

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 45

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$60,151	$149,385
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$168,827	$135,642
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$3,681	$58,755
Prepaids and other current assets	($39,807)	$54,184
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$11,343	($50,411)
Deferred revenue	$150,051	($38,099)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$354,246	$309,456
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($51,859)	($110,618)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($51,859)	($110,618)
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$302,387	$198,838
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$597,951	$399,113
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$900,338	$597,951

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 45

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$720,343	$369,578	$0	$350,765	$0
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$720,343	$369,578	$0	$350,765	$0
Excess(def) of revenue over expenses	$60,151		$60,151		
Board funded capital transactions		$51,859	($51,859)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($168,827)	$168,827		
Amortization of capital allocations		$0	$0		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($177,119)	$177,119	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$780,494	$252,610	$0	$527,884	$0

School Jurisdiction Code: 45

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$0	$0
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$0	$0
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$0	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2007		$0	$0

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

Note 1 - Authority and Purpose of the Organization

The Calgary Science School Society (the "Society") is a not-for-profit society incorporated under the Society's Act of Alberta. The Society operates the Calgary Science School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with the Canada Revenue Agency. On January 20, 2005, the Society's Charter was renewed by Alberta Learning until August 31, 2009.

Note 2 - Significant Accounting Policies

These financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities are dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant policies as follows:

(a) Revenue recognition

The Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

Instruction and support allocations are recognized in the year to which they relate.

Unrestricted donations are recognized as revenue when received. Donations "in – kind" are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the year in which the restriction is compiled with.

(b) Property and equipment

Purchased property and equipment are recorded at cost. Contributed property and equipment are recorded at fair market value when fair market value is reasonably determinable at the time of contribution. Property and equipment with costs in excess of $5,000 are capitalized.

Amortization commences, subsequent to the year of purchase, over their estimated useful life on a straight-line basis as follows:

Computer equipment	30% per annum
Office Furniture	20% per annum

Note 2 - Significant Accounting Policies *(Continued)*

(c) Prepaid expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

(d) Contributed services

Volunteers provide assistance to the School in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

(e) School generated funds

School generated funds in the amount of $227,938 come under the control and responsibility of the school principal, and are for school activities. They are usually collected, retained and expended at the school level.

(f) Reserves for future expenditures

Reserves are established at the discretion of the board for future operating and capital expenditures. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

(g) Pensions

Pension costs included in these statements comprise the cost of employer for current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Science School Division does not make pension contributions for certificated staff.

The school board participates in a multi-employer pension plan, the local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $26,309 for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

Note 2 - Significant Accounting Policies *(Continued)*

(h) Financial instruments

The Society's financial instruments consist of cash, short-term deposits, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest or currency risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

Note 3 - Short Term Deposits

Short-term deposits in the amount of $470,580 (2006 - $359,278) consist of a T-Bill savings Account of $267,921 (2006 – $258,153) bearing interest at 3.35% (2006 – 1.658%) and four GIC's of $202,659 (2006 - $101,125) bearing interest at 3.3280%, 3.2% and 3.45% (2006 – 3.0% and 3.1%).

Note 4 - Accounts Receivable

	2007	2006
Accounts receivable consists of the following:		
Miscellaneous	1,494	2,838
Goods and services tax refundable	39,470	41,807
	$ 40,964	$ 44,645

Note 5 - Property and Equipment

	2007		
	Cost	Accumulated Amortization	Net Book Value
Computer equipment	$ 538,819	$ 352,432	$ 186,387
Office furniture	87,768	21,545	66,223
	$ 626,587	$ 373,977	$ 252,610

Note 5 - Property and Equipment *(Continued)*

	2006		
	Cost	Accumulated Amortization	Net Book Value
Computer equipment	$ 538,819	$ 190,786	$ 348,033
Office furniture	35,909	14,364	21,545
	$ 574,728	$ 205,150	$ 369,578

Note 6 - Deferred Revenue

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds are recognized as income, when expenses related to the projects are incurred. Most of this balance represents various school fees collected from parents before year end for the upcoming school year. Deferred revenues are as follows:

	2007	2006
Enrichment fees	**217,487**	192,388
Transportation	**243,920**	160,764
Lunchroom fees	**17,223**	16,417
Outdoor activity center	**35,841**	-
Other	**10,174**	5,025
	$ 524,645	$ 374,594

These funds have been co-mingled with the Society's general bank account. The entire 2006 balance of $374,594 was recognized as income in 2007.

Note 7 - Long Term Commitments

On September 16, 2005, the Society entered into a five year operating lease agreement with the Calgary Board of Education commencing August 1, 2005. This lease expires on July 31, 2009. Aggregate annual lease payments in each of the next five years are $764,713.

Note 8 - Internally Restricted Net Assets

The amount designated as internally restricted net assets is a result of the Board passing a resolution that internally restricts excesses of revenues over expenses.

Note 9 - Donations

Donations received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council consist of the following:

	2007	2006
Outdoor activity center	$ 35,841	$ -

Note 10 - Economic Dependence on Related Third Party

The Calgary Science School Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

Note 11 - Remuneration and Monetary Incentives

The Calgary Science School Society has paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's Other	Total	Expenses
Dave Robinson, Chair	1.0	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Tom Collins	1.0	-	-	-	-	-	-	-
Lorraine Chan	1.0	-	-	-	-	-	-	-
Catherine Cook	0.4	-	-	-	-	-	-	-
Tim Edwards	0.5	-	-	-	-	-	-	-
Shannon Hayes	1.0	-	-	-	-	-	-	-
Mark Huizinga	1.0	-	-	-	-	-	-	-
Harold Lemieux	1.0	-	-	-	-	-	-	-
Donna Maxwell	1.0	-	-	-	-	-	-	-
Jeff Parker	1.0	-	-	-	-	-	-	-
Debra Pylpiw	1.0	-	-	-	-	-	-	-
Doug Rogan	1.0	-	-	-	-	-	-	-
Jackie Stewart	1.0	-	-	-	-	-	-	-
Anne Tingle	1.0		-	-	-	-	-	-
Subtotal	12.9	-	-	-	-	-	-	-
Superintendent Gordon Welch	0.4	53,455	-	-	-	-	53,455	1,523
Secretary and Treasurer Fern White	0.3	20,752	2,302	-	-	-	23,054	3,774
Secretary and Treasurer Myra Penberthy	0.7	50,435	9,398	-	-	-	59,833	1,861
Certified salaries	34.2	2,397,122	203,307	-	-	-	2,600,429	-
Uncertified salaries and wages	9.8	263,064	58,293	-	-	-	321,357	-
		$ 2,784,828	$ 273,300	$ -	$ -	$ -	$ 3,058,128	$ 7,158

School Jurisdiction Code: 45

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Calgary Science School

Legal Name of School Jurisdiction

5915 Lewis Drive, Calgary Alberta T3E 5Z4

Mailing Address

Telephone 403-282-2890 Ext 121 Fax 403-282-2896

Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Myra C.Penberthy
Name

"ORIGINAL SIGNED"
Signature

27-Nov-07
Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 45

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SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

School Jurisdiction Cod 45

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$5,202,833	$3,427,358	$1,283,439	$228,625	$263,411	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$0		$0			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$0	$0	$0	$0	$0	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$1,700	$1,700	$0	$0	$0	$0
(9) Instruction resource fees	$195,919	$195,919				
(10) Transportation fees	$244,123			$244,123		
(11) Other sales and services	$20,702	$20,702	$0	$0	$0	$0
(12) Investment income	$11,675	$11,675	$0	$0	$0	$0
(13) Gifts and donations	$0		$0	$0		$0
(14) Rentals of facilities	$13,393	$13,393	$0	$0	$0	$0
(15) Net school generated funds	$227,938	$227,938			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$0	$0	$0	$0		$0
(18) TOTAL REVENUES	$5,918,283	$3,898,685	$1,283,439	$472,748	$263,411	$0
EXPENSES						
(19) Certificated salaries	$2,450,577	$2,397,122			$53,455	$0
(20) Certificated benefits	$203,307	$203,307			$0	$0
(21) Non-certificated salaries and wages	$334,251	$108,203	$138,677	$16,184	$71,187	$0
(22) Non-certificated benefits	$69,993	$25,589	$30,912	$1,792	$11,700	$0
(23) SUB - TOTAL	$3,058,128	$2,734,221	$169,589	$17,976	$136,342	$0
(24) Services, contracts & supplies	$2,403,239	$818,040	$988,462	$469,668	$127,069	$0
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$227,938	$227,938				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$0	$0	$0	$0	$0	$0
(28) Unsupported	$168,827	$168,827	$0	$0	$0	$0
(29) Total Amortization	$168,827	$168,827	$0	$0	$0	$0
Interest on capital debt						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$5,858,132	$3,949,026	$1,158,051	$487,644	$263,411	$0
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$60,151	($50,341)	$125,388	($14,896)	$0	$0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$3,185,347
Additional Funding for Differential Cost Factors	$1,722,371
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$216,315
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$69,120
SuperNet Services	$6,042
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$4,378
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe) Access Copy / Edulink	($740)
Total Alberta Education Revenues	$5,202,833

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$281,053	$133,792	$137,643		$0	$0	$552,488
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$0	$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$28,139	$0	$40,760	$0	$0		$68,899
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$7,056		$0		$7,056
Class Size Initiative	$216,315	$0	$0	$0	$0		$216,315
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$2,074,922	$0	$628,203	$4,378	$0	$396,765	$3,104,268
TOTAL EXPENSES	$2,600,429	$133,792	$813,662	$4,378	$0	$396,765	$3,949,026

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES			$5,858,132
STEP 1			
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:			
If "Total Net Enrolled Students" are 6,000 and over	= 4%		6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%		
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%)			
STEP 2			
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:			
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES			$351,488
Considerations for Charter Schools and Small School Boards			
If **Charter School**, enter $58,366		$58,366	$351,488
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen		0	
		$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT			$351,488
Less: 2006/2007 Board and System Administration expenses			-$263,411
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT			$88,077

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$0
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$0	$0	$0	
Student fees (Non-instructional) (Note 1)	$195,175	$0	$195,175	
Donations and grants to schools	$0	$0	$0	
Other (describe): Leadership, Debate, Book fair, Grad, Year	$32,763	$0	$32,763	
Net Additions to SGF	$227,938	$0		$227,938
Net SGF Available				$227,938
Uses of Net School Generated Funds:				
Extra-curricular activities			$0	
School site beautification			$0	
Field Trips			$199,528	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe): Leadership, Debate, Book Fair, Grad, Yearbook, T-Shirt Exp, Recycling			$28,410	
Total Uses of Net SGF (Note 2)				$227,938
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$0

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 3065

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Canadian Rockies Regional Division No. 12
Legal Name of School Jurisdiction

PO Box 748, Banff, AB, T1L 1K1
Mailing Address

403-762-7242 403-762-8271
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Canadian Rockies Regional Division No. 12 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Kim Bater — "ORIGINAL SIGNED"
Name — **Signature**

SUPERINTENDENT

Brian Callaghan — "ORIGINAL SIGNED"
Name — **Signature**

SECRETARY TREASURER OR TREASURER

Dave MacKenzie — "ORIGINAL SIGNED"
Name — **Signature**

8-Jan-08
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 3065

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MANKTELOW & COMPANY
CHARTERED ACCOUNTANT*

Banff:
P.O. Box 2040, 229 Bear St., Banff, Alberta, Canada, T1L 1B8
tel: 403-762-4488 • fax: 403-762-8581
email: info@mccarockies.com

Canmore:
Suite 202, 502 Bow Valley Trail, Canmore, Alberta, Canada, T1W 1N9
tel: 403-609-9213 • fax: 403-609-9214
*denotes G.T. Manktelow Professional Corporation

AUDITOR'S REPORT

To The Board of Trustees
Canadian Rockies Regional Division No. 12

I have audited the statement of financial position of the Canadian Rockies Regional Division No. 12 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Manktelow & Company

MANKTELOW & COMPANY
CHARTERED ACCOUNTANT

Banff, Alberta
January 7, 2008

School Jurisdiction Code: 3065

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$3,205,318	$742,907
Accounts receivable (net after allowances)		$1,156,525	$2,024,380
Prepaid expenses		$377,497	$183,118
Other current assets		$0	$0
Total current assets		$4,739,340	$2,950,406
School generated assets		$455,611	$251,977
Trust assets		$282,665	$169,824
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$960,825	$960,825
Buildings	$48,065,497		
Less: accumulated amortization	($15,704,141)	$32,361,356	$28,994,101
Equipment	$5,876,557		
Less: accumulated amortization	($5,314,329)	$562,228	$441,314
Vehicles	$1,934,252		
Less: accumulated amortization	($1,223,458)	$710,794	$698,159
Total capital assets		$34,595,204	$31,094,400
TOTAL ASSETS		$40,072,819	$34,466,606
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,412,029	$1,995,534
Deferred revenue		$956,328	$172,695
Deferred capital allocations		$1,738,241	$355,462
Current portion of all long term debt		$672,914	$703,949
Total current liabilities		$4,779,511	$3,227,640
School generated liabilities		$455,611	$251,977
Trust liabilities		$282,665	$169,824
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$6,965,382	$7,669,331
Less: Current portion of supported debt		($672,914)	($703,949)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$25,032,011	$21,217,450
Total long term liabilities		$32,062,755	$28,604,633
TOTAL LIABILITIES		$36,842,266	$31,832,273
NET ASSETS			
Unrestricted net assets		$161,029	$206
Operating Reserves		$191,445	$191,445
Accumulated Operating Surplus (Deficit)		$352,474	$191,651
Investment in capital assets		$2,597,810	$2,207,618
Capital Reserves		$280,270	$235,065
Total Capital Funds		$2,878,080	$2,442,683
Total net assets		$3,230,555	$2,834,334
TOTAL LIABILITIES AND NET ASSETS		$40,072,820	$34,466,607

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$18,446,985	$18,349,489	$17,826,894
Federal Government and/or First Nations	$2,505,652	$1,853,541	$2,478,833
Other Alberta school authorities	$271,624	$270,000	$128,252
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$192,551	$168,160	$179,905
Transportation fees	$0	$0	$0
Other sales and services	$254,227	$212,000	$219,020
Investment income	$61,453	$0	$15,559
Gifts and donations	$450	$0	$0
Rentals of facilities	$137,745	$120,000	$139,690
Net school generated funds	$439,958	$400,000	$190,892
Gains on disposal of capital assets	$0	$0	$2,500
Amortization of capital allocations	$1,052,537	$1,011,443	$1,013,710
Total Revenues	$23,363,182	$22,384,633	$22,195,255
EXPENSES			
Certificated salaries	$10,939,820	$11,060,174	$10,948,037
Certificated benefits	$1,311,521	$1,437,823	$1,213,271
Non-certificated salaries and wages	$3,725,028	$3,481,822	$3,648,977
Non-certificated benefits	$869,191	$870,455	$825,576
Services, contracts and supplies	$3,211,707	$3,042,287	$3,218,039
Net school generated funds	$439,958	$400,000	$190,892
Capital and debt services			
Amortization of capital assets			
Supported	$1,052,537	$1,011,443	$1,013,710
Unsupported	$243,766	$106,639	$154,334
Total Amortization of capital assets	$1,296,303	$1,118,082	$1,168,043
Interest on capital debt			
Supported	$973,434	$973,434	$1,068,351
Unsupported	$0	$0	$0
Total Interest on capital debt	$973,434	$973,434	$1,068,351
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$22,766,961	$22,384,077	$22,281,186
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$596,221	$556	($85,931)
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$596,221	$556	($85,931)

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 3065

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$596,221	($85,931)
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($1,052,537)	($1,013,710)
Total amortization expense	$1,296,303	$1,168,043
Gains on disposal of capital assets	$0	($2,500)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$867,855	$181,594
Prepaids and other current assets	($194,378)	$386,155
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($583,505)	$440,146
Deferred revenue	$783,633	($18,294)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,713,590	$1,055,504
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($4,418,365)	($1,553,090)
Equipment	($217,722)	($383,389)
Vehicles	($161,020)	($182,591)
Net proceeds from disposal of capital assets	$0	$2,500
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($4,797,107)	($2,116,570)
C. FINANCING ACTIVITIES		
Capital allocations	$5,545,928	$1,904,042
Issue of long term debt	$0	$0
Repayment of long term debt	($703,949)	($722,949)
Add back: supported portion	$703,949	$722,949
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$5,545,928	$1,904,042
Net sources (uses) of cash during year	$2,462,411	$842,976
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$742,907	($100,069)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$3,205,318	$742,907

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 3065

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$2,634,334	$2,207,618	$206	$191,445	$235,065
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$2,634,334	$2,207,618	$206	$191,445	$235,065
Excess(def) of revenue over expenses	$596,221		$596,221		
Board funded capital transactions		$633,958	($435,397)	$0	($198,561)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($1,296,303)	$1,296,303		
Amortization of capital allocations		$1,052,537	($1,052,537)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			($243,766)		$243,766
Net transfers from capital reserves	-		$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$3,230,555	$2,597,810	$161,029	$191,445	$280,270

School Jurisdiction Code: 3065

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$355,462	$21,217,450
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$355,462	$21,217,450
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$5,504,596	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$41,332	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$703,949
Expended capital allocations - current year	($4,163,149)	$4,163,149
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$1,052,537
Balance at August 31, 2007	$1,738,241	$25,032,011

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

NOTES TO THE FINANCIAL STATEMENTS

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets

Capital Assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Canadian Rockies Public Schools does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $192,531 for the Year ended August 31, 2006. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

f) Inventories
Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments
The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

k) Employee Future Benefits
The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time

l) Investments
Investments are recorded at the lower of cost and market value.

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 60,386	$ 10,007
Alberta Infrastructure & Transportation	$ 76,586	$ 753,116
Alberta Finance	$ 236,467	$ 261,167
Other Province of Alberta	$ 20,000	$ -
Federal Government	$ 234,951	$ 118,656
First Nations	$ 139,939	$ 539,980
Alberta Municipalities	$ 41,769	$ 8,665
Other Alberta School Jurisdictions	$ 154,105	$ 134,918
Other	$ 192,322	$ 197,871
Total	$ 1,156,525	$ 2,024,380

4. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,500,000 that bears interest at the bank prime rate. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2007.

5. ACCOUNTS PAYABLE AND LIABILITIES

	2007	2006
Alberta Education	$ -	$ -
Alberta Finance	$ 272,254	$ 262,337
Other Province of Alberta	$ 14,520	$ 15,732
Federal Government	$ 172,565	$ 253,535
First Nations	$ -	$ -
Alberta Municipalities	$ 11,452	$ 3,177
Other Alberta School Jurisdictions	$ 14,348	$ 13,767
Other Trade Payables and Accrued Liabilities	$ 926,889	$ 1,446,986
Total	$ 1,412,028	$ 1,995,534

6. DEFERRED REVENUE

	2007	*2006*
Infrastructure Maintenance Program	$ 797,876	$ -
Alberta Initiative for School Improvement	$ -	$ -
Other	$ 158,452	$ 172,695
Total	$ 956,328	$ 172,695

7. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2007	*2006*
Deferred Salary Leave Plan	$ 159,780	$ 94,341
Scholarship Trusts	$ 122,885	$ 75,484
Total	$ 282,665	$ 169,825

8. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal		Interest		Total	
2007-2008	$	672,914	$	668,764	$	1,341,677
2008-2009	$	661,074	$	603,505	$	1,264,579
2009-2010	$	661,074	$	539,318	$	1,200,392
2010-2011	$	661,074	$	475,131	$	1,136,205
2011-2012	$	661,074	$	410,944	$	1,072,018
2012 to Maturity	$	3,648,172	$	1,334,339	$	4,982,511
Total	$	6,965,382	$	4,031,999	$	10,997,381

b) Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction.

9. DEFERRED AND UNAMORTIZED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction are deferred until expended on the capital project for which they were received. When expended, these funds are transferred to unamortized capital allocations.

Unamortized capital allocations represent the jurisdiction's net investment in provincially funded capital assets. For provincially funded capital assets, funding (including debenture principal payment funding) is deferred and amortized into revenue over the life of the related capital assets. The annual amortization of such assets is charged to expense and offset by corresponding revenue arising from the amortization of capital allocations.

10. COMMITMENTS

a) Building Projects

The jurisdiction is committed to further capital expenditures for the modernization at Lawrence Grassi School of approximately $10,100,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Education.

11. CONTINGENCIES

a. The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

12. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

	Balances		Transactions	
2006-2007	Assets (At cost or net realizable value)	Liabilities (At fair value)	Revenues	Expenses
Government of Alberta:				
Education	$ 60,386	$ -	$ 17,357,313	$ -
Infrastructure & Transportation	76,586		36,676	
Finance	236,467	272,254	973,434	-
Health & Wellness		14,520		
Human Resources/Employment				
Other Gov't of Alberta departments				
Other:				
Health authorities	200		2,118	
Pos-Secondary institutions				
Other Alberta school jurisdictions	154,105	14,348		
Other related parties			271,624	44,201
Total 2006-2007	$ 527,744	$ 301,122	$ 18,641,164	$ 44,201
Total 2005-2006	$ 1,161,577	$ 291,836	$ 17,896,716	$ 14,202

13. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Canadian Rockies Public Schools' primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

14. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

15. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

16. REMUNERATION AND MONETARY INCENTIVES

Canadian Rockies Public Schools had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:.

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Expenses
Chairperson:								
Kim Baier		1.0	$10,133	$358	$0			$504
		0.0	$0	$0	$0			$0
Other Board Members:								
Esme Comfort		1.0	$10,815	$3,840	$0			$1,439
Richard Craig		1.0	$10,815	$377	$0			$5,100
Amanda Kelly		1.0	$10,245	$348	$0			$3,313
Fiona Mactaggart		1.0	$9,162	$309	$0			$1,158
Jane Neil		1.0	$10,456	$361	$0			$2,019
Sheila Snowsell		1.0	$11,555	$428	$0			$2,800
		0.0	$0	$0	$0			$0
Subtotal		*7.0*	*$73,181*	*$6,021*	*$0*			*$16,333*
Superintendent	Brian Callaghan	1.0	$101,723	$10,355	$0	$0	$0	$72,645
		0.0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Dave MacKenzie	1.0	$94,010	$17,767	$0	$0	$0	$1,431
		0.0	$0	$0	$0	$0	$0	$0
Certificated Salaries		142.1	$10,838,096	$1,301,166	$0	$0	$0	
Uncertificated Salaries & Wages		103.0	$3,557,837	$845,403	$0	$0	$0	
TOTALS		[redacted]	**$14,664,848**	**$2,180,712**	**$0**	**$0**	**$0**	

School Jurisdiction Code: 3065

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

Canadian Rockies Regional Division No. 12
Legal Name of School Jurisdiction

PO Box 748, Banff, AB, T1L 1K1
Mailing Address

403-762-7242 403-762-8271
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Dave MacKenzie	**"ORIGINAL SIGNED"**
Name	Signature

8-Jan-08
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3065

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School Jurisdiction Cod 3065

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education**	$17,434,758	$13,274,789	$1,820,260	$1,344,234	$995,475	$0
(2) **Alberta Infrastructure & Transportation**	$0	$0	$0			
(3) **Alberta Finance**	$973,434		$973,434			$0
(4) **Other - Government of Alberta**	$38,794	$0	$38,794	$0	$0	$0
(5) **Federal Government and/or First Nations**	$2,505,652	$2,044,572	$343,358	$0	$117,723	$0
(6) **Other Alberta school authorities**	$271,624	$0	$271,624	$0	$0	$0
(7) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(8) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) **Instruction resource fees**	$192,551	$192,551				
(10) **Transportation fees**	$0			$0		
(11) **Other sales and services**	$254,227	$169,473	$0	$84,657	$97	$0
(12) **Investment income**	$61,453	$0	$0	$0	$61,453	$0
(13) **Gifts and donations**	$450	$450	$0	$0		$0
(14) **Rentals of facilities**	$137,745	$0	$137,745	$0	$0	$0
(15) **Net school generated funds**	$439,958	$439,958			$0	
(16) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(17) **Amortization of capital allocations**	$1,052,537	$0	$1,052,537	$0		$0
(18) **TOTAL REVENUES**	$23,363,182	$16,121,793	$4,637,751	$1,428,891	$1,174,748	$0
EXPENSES						
(19) **Certificated salaries**	$10,939,820	$10,724,248			$215,572	$0
(20) **Certificated benefits**	$1,311,521	$1,284,719			$26,801	$0
(21) **Non-certificated salaries and wages**	$3,725,028	$1,707,182	$999,752	$609,019	$409,075	$0
(22) **Non-certificated benefits**	$869,191	$458,643	$199,464	$129,090	$81,995	$0
(23) **SUB - TOTAL**	$16,845,560	$14,174,792	$1,199,216	$738,109	$733,443	$0
(24) **Services, contracts & supplies**	$3,211,707	$1,048,900	$1,393,020	$333,575	$436,211	$0
(25) **Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26) **Net school generated funds**	$439,958	$439,958				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$1,052,537	$0	$1,052,537	$0	$0	$0
(28) Unsupported	$243,766	$90,868	$4,512	$148,385	$0	$0
(29) Total Amortization	$1,296,303	$90,868	$1,057,049	$148,385	$0	$0
Interest on capital debt						
(30) Supported	$973,434	$0	$973,434	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) **TOTAL EXPENSES**	$22,766,961	$15,754,519	$4,622,720	$1,220,070	$1,169,653	$0
(35) **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$596,221	$367,274	$15,031	$208,821	$5,094	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$9,687,097
Additional Funding for Differential Cost Factors	$5,519,823
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$902,866
Student Health Initiative (SHI)	$130,543
Alberta Initiative for School Improvement (AISI)	$287,808
SuperNet Services	$48,336
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$26,850
Infrastructure Maintenance Renewal (IMR)	$831,534
Other Funding from Alberta Education (describe)	$0
Total Alberta Education Revenues	$17,434,758

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$957,928	$352,067	$65,500		$0	$1,521	$1,377,015
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$772,512	$464,365	$40,817		$0		$1,277,694
ECS Program Unit (PUF)	$16,030	$122,826	$40,109		$0		$178,966
Severe Disabilities (Gr 1-12)	$216,797	$476,915	$26,264		$0		$719,976
English as a Second Language (ESL)	$82,270	$31,127	$11,113		$0		$124,510
French Language & Francisation	$1,604,265	$121,205	$104,890		$0		$1,830,360
Enhanced ESL/Francisation & Supports for Immigrant Students	$12,592	$0	$272		$0		$12,864
First Nations, Metis and Inuit Education	$41,135	$31,127	$5,058		$0		$77,320
Alberta Initiative for School Improvement	$304,308	$0	$5,000	$3,000	$0		$312,308
Student Health Initiative	$0	$110,899	$31,056		$0		$141,955
SuperNet Service			$64,204		$0		$64,204
Class Size Initiative	$946,105	$0	$51,341	$0	$0		$997,446
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$7,055,025	$455,294	$186,939	$413,338	$0	$529,305	$8,639,900
TOTAL EXPENSES	$12,008,967	$2,165,825	$632,563	$416,338	$0	$530,826	$15,754,519

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	9.4	14.8
ECS Program Unit (PUF)	0.2	5.3
Severe Disabilities (Gr 1-12)	2.8	15.2

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$22,766,961
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,366,018
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$1,366,018**
Less: 2006/2007 Board and System Administration expenses		-$1,169,653
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$196,364

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$251,977
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$426,998	$153,898	$273,100	
Student fees (Non-instructional) (Note 1)	$210,071	$0	$210,071	
Donations and grants to schools	$160,421	$0	$160,421	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$797,490	$153,898		$643,592
Net SGF Available				$895,569
Uses of Net School Generated Funds:				
Extra-curricular activities			$339,950	
School site beautification			$4,621	
Field Trips			$83,355	
Equipment			$12,032	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$439,958
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$455,611

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 6019

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CAPE-Centre for Academic and Personal Excellence Institute
Legal Name of School Jurisdiction

830A Balmoral Street SE Medicine Hat AB T1A 0W9
Mailing Address

Phone (403) 528-2983 **Fax (403) 528-3048**
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of CAPE-Centre for Academic and Personal Excellence Institute presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Warren Malinowski — "ORIGINAL SIGNED"
Name — Signature

SUPERINTENDENT

Teresa DiNinno — "ORIGINAL SIGNED"
Name — Signature

SECRETARY TREASURER OR TREASURER

Judy Herring — "ORIGINAL SIGNED"
Name — Signature

10-Dec-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 6019

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Auditors' Report

To the Board of Trustees
CAPE - Centre for Academic and Personal Excellence

We have audited the statement of financial position of CAPE - Centre for Academic and Personal Excellence as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial state[illegible] An audit also includes assessing the accounting principles used and significant e[illegible]s made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of CAPE - Centre for Academic and Personal Excellence
as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Meyers Norris Penny LLP

Chartered Accountants

Medicine Hat, Alberta
November 20, 2007

School Jurisdiction Code: 6019

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$226,637	$45,971
Accounts receivable (net after allowances)		$43,189	$44,044
Prepaid expenses		$32,527	$43,550
Other current assets		$0	$0
Total current assets		$302,353	$133,565
School generated assets		$5,167	$2,212
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$388,733	$544,051
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$66,458		
Less: accumulated amortization	($30,285)	$36,174	$41,903
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$36,174	$41,903
TOTAL ASSETS		$732,426	$721,731
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$228,476	$72,205
Deferred revenue		$1,531	$1,313
Deferred capital allocations		$0	$0
Current portion of all long term debt		$4,076	$3,485
Total current liabilities		$234,083	$77,003
School generated liabilities		$5,167	$2,212
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$7,196	$10,680
Mortgages		$0	$0
Less: Current portion of unsupported debt		($4,076)	($3,485)
Other long term liabilities		$0	$0
Unamortized capital allocations		$4,000	$4,500
Total long term liabilities		$12,287	$13,907
TOTAL LIABILITIES		$246,370	$90,910
NET ASSETS			
Unrestricted net assets		$424,331	$565,716
Operating Reserves		$36,746	$38,382
Accumulated Operating Surplus (Deficit)		$461,077	$604,098
Investment in capital assets		$24,979	$26,723
Capital Reserves		$0	$0
Total Capital Funds		$24,979	$26,723
Total net assets		$486,057	$630,821
TOTAL LIABILITIES AND NET ASSETS		$732,426	$721,731

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 6019

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Restated	Actual 2006 (Note)
REVENUES			
Government of Alberta	$1,153,635	$1,190,073	$1,250,535
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$59,511	$9,000	$44,862
Transportation fees	$0	$0	$0
Other sales and services	$5,140	$50,000	$4,201
Investment income	$60,188	$70,000	$36,228
Gifts and donations	$4,603	$10,000	$5,585
Rentals of facilities	$0	$0	$0
Net school generated funds	$3,656	$17,047	$21,320
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$500	$0	$500
Total Revenues	$1,287,233	$1,346,120	$1,363,231
EXPENSES			
Certificated salaries	$642,675	$637,366	$546,582
Certificated benefits	$73,555	$76,402	$71,090
Non-certificated salaries and wages	$189,955	$165,370	$161,170
Non-certificated benefits	$24,079	$16,907	$19,094
Services, contracts and supplies	$490,662	$428,042	$475,704
Net school generated funds	$3,656	$17,047	$21,320
Capital and debt services			
Amortization of capital assets			
Supported	$500	$0	$500
Unsupported	$5,229	$3,484	$6,089
Total Amortization of capital assets	$5,729	$3,484	$6,589
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$1,686	$1,502	$1,603
Total Interest on capital debt	$1,686	$1,502	$1,603
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$10,570
Total Expenses	$1,431,997	$1,346,120	$1,313,722
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($144,764)	$0	$49,509
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	($144,764)	$0	$49,509

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6019

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	($144,764)	$49,509
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($500)	($500)
Total amortization expense	$5,729	$6,589
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$10,570
Changes in accrued accounts:		
Accounts receivable	$855	$48,346
Prepaids and other current assets	$11,023	($12,747)
Long term accounts receivable	$0	$0
Long term investments	$155,318	$38,807
Payables and accrued liabilities	$156,271	($65,426)
Deferred revenue	$218	($38,636)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$184,150	$36,512
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations	$0	$5,000
Issue of long term debt	$0	$0
Repayment of long term debt	($3,484)	($8,824)
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	($3,484)	($3,824)
Net sources (uses) of cash during year	$180,666	$32,688
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$45,971	$13,283
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$226,637	$45,971

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 6019

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$630,821	$26,723	$565,716	$38,382	
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$630,821	$26,723	$565,716	$38,382	$0
Excess(def) of revenue over expenses	($144,764)		($144,764)		
Board funded capital transactions		$0	$0	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($5,729)	$5,729		
Amortization of capital allocations		$500	($500)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$3,485	($3,485)		
Net transfers to operating reserves			($36,746)	$36,746	
Net transfers from operating reserves			$38,382	($38,382)	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$486,057	$24,979	$424,331	$36,746	$0

School Jurisdiction Code: 6019

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)

for the Year Ended August 31, 2007

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$0	$4,500
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$0	$4,500
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$0	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$500
Balance at August 31, 2007		$0	$4,000

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

CAPE - CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

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1. AUTHORITY AND PURPOSE

CAPE – Centre for Academic and Personal Excellence Institute delivers education programs under the authority of the Charter School Regulations of the School Act, Revised Statutes of Alberta 2000, and Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a. REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Externally restricted capital allocations from the province or other agencies are recorded as deferred capital contributions until the amount is invested in capital assets. Amounts invested representing funded capital assets are then transferred to unamortized capital allocations. Unamortized capital allocations are recognized as amortization of capital allocations revenue in the periods which the related amortization expense of the funded capital asset is recorded.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

b. CAPITAL ASSETS

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis. Donated assets are recorded at fair market value at the time of the donation. The rates are as follows:

Equipment	10 years

Only capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c. LONG-LIVED ASSETS

Long-lived assets consist of equipment with a finite useful life. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Organization performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in loss for the year.

Prices for similar items are used to measure fair value of long lived assets.

d. SCHOOL GENERATED FUNDS

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

e. VACATION PAY

Vacation pay is accrued in the period in which the employee earns the benefit.

f. PENSIONS

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the charter school does not make pension contributions for certified staff.

g. PREPAID EXPENSES

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

h. CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

CAPE - CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POICIES (continued)

i. FINANCIAL INSTRUMENTS

These consist of cash, accounts receivable, temporary and long-term investments, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

j. INVESTMENTS

Short term investments are valued at the lower of cost or market. Long term investments are valued at cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

k. OPERATING AND CAPITAL RESERVES

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

l. MEASUREMENT UNCERTAINTY

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimate and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Amortization is based on the estimated useful lives of capital assets. Amortization of capital allocations is based on the related estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 7	$ -
Federal Government	2,493	3,496
Other Alberta School Jurisdictions	36,746	36,395
Other	3,943	4,153
Total	$ 43,189	$ 44,044

4. ACCOUNTS PAYABLE AND LIABILITIES

	2007	2006
Alberta Education	$ -	$ 6,099
Federal Government	708	15,111
Other Trade Payables and Accrued Liabilities	227,768	50,995
Total	$ 228,476	$ 72,205

5. DEFERRED REVENUE

	2007	2006
Learning Resources Centre grant	$ 1,531	$ 1,313

6. LONG-TERM DEBT

Capital Leases – Unsupported

The capital lease obligation bears interest at 15.955%. The capital lease debt is not supported by Alberta Finance. Debt payments due over the next two years and beyond are as follows:

	Principal	Interest	Total
2007-2008	$ 4,076	$ 912	$ 4,988
2008-2009	3,121	237	3,358
Total	$ 7,196	$ 1,150	$ 13,333

7. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debentured principal repayments

8. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Directors on June 5, 2006. It is presented for information purposes only and as such was not audited.

9. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

10. ECONOMIC DEPENDENCE

The Charter School's primary source of income is from the Alberta Government. The Charter School's ability to continue viable operations is dependent on this funding.

CAPE - CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

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11. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

	Balances		Transactions	
2006-2007	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
Government of Alberta:				
Education	$ -	$ -	$ 1,154,346	$ -
Infrastructure & Transportation	-	-	-	-
Finance	-	-	-	-
Health & Wellness	-	-	-	-
Human Resources/Employment	-	-	-	-
Other Gov't of Alberta departments	-	-	-	-
Other:				
Health authorities	-	-	-	-
Post-secondary institutions	-	-	-	-
Other Alberta school jurisdictions	-	-	-	-
Medicine Hat Catholic Separate Regional Div. No. 20	36,746	-	36,746	223,542
Other related Parties				
TOTAL 2006-2007	**$ 36,746**	**$ -**	**$1,191,092**	**$ 223,542**
TOTAL 2005-2006	**$ 36,395**	**$ -**	**$1,287,989**	**$ 221,014**

12. REMUNERATION AND MONETARY INCENTIVES

The Charter School has paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	**FTE**	**Remuneration**	**Benefits**	**Allowances**	**Performance Bonuses**	**ERIP's / Other**	**Expenses**
Warren Malinowski	1.0	$ -	$ -	$ -			$ -
Dr. Allan Gray	1.0	$ -	$ -	$ -			$ -
Stuart Riley	1.0	$ -	$ -	$ -			$ -
Lydia Fanelli	1.0	$ -	$ -	$ -			$ -
Christa Viljoen	1.0	$ -	$ -	$ -			$ -
Stu Hickey	1.0	$ -	$ -	$ -			$ -
Charlene Gilmore	1.0	$ -	$ -	$ -			$ -
Paula Potts	0.5	$ -	$ -	$ -			$ -
Glendon Potts	0.5	$ -	$ -	$ -			$ -
Subtotal	8.0	$ -	$ -	$ -			$ -
Teresa Di Ninno	0.5	$ 35,552	$ 5,016	$ -	$ -	$ -	$ -
Judy Herring	1.0	$ -	$ -	$ -	$ -	$ -	$ 10,000
Certificated Teachers	12.7	$ 642,763	$ 81,565	$ -	$ -	$ -	
Non-certificated - Other	11.4	$ 154,536	$ 19,129	$ -	$ -	$ -	
TOTALS	**33.6**	**$ 832,851**	**$ 105,710**	**$ -**	**$ -**	**$ -**	**$ 10,000**

School Jurisdiction Code: 6019

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

CAPE-Centre for Academic and Personal Excellence Institute
Legal Name of School Jurisdiction

830A Balmoral Street SE, Medicine Hat Alberta T1A 0W9
Mailing Address

Phone (403) 528-2983 Fax (403) 528-3048
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Name	Signature
Judy Herring	"ORIGINAL SIGNED"

Dated: 10-Dec-07

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6019

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SCHEDULE A

School Jurisdiction Cod 6019

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education**	$1,153,635	$834,921	$260,348	$0	$58,366	$0
(2)	**Alberta Infrastructure & Transportation**	$0	$0	$0			
(3)	**Alberta Finance**	$0		$0			$0
(4)	**Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(5)	**Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(6)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(7)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(8)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9)	**Instruction resource fees**	$59,511	$59,511				
(10)	**Transportation fees**	$0			$0		
(11)	**Other sales and services**	$5,140	$5,140	$0	$0	$0	$0
(12)	**Investment income**	$60,188	$60,188	$0	$0	$0	$0
(13)	**Gifts and donations**	$4,603	$4,603	$0	$0		$0
(14)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(15)	**Net school generated funds**	$3,656	$3,656			$0	
(16)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(17)	**Amortization of capital allocations**	$500	$500	$0	$0		$0
(18)	**TOTAL REVENUES**	$1,287,233	$968,519	$260,348	$0	$58,366	$0
	EXPENSES						
(19)	**Certificated salaries**	$642,675	$607,123			$35,552	$0
(20)	**Certificated benefits**	$73,555	$68,539			$5,016	$0
(21)	**Non-certificated salaries and wages**	$189,955	$189,955	$0	$0	$0	$0
(22)	**Non-certificated benefits**	$24,079	$24,079	$0	$0	$0	$0
(23)	**SUB - TOTAL**	$930,264	$889,696	$0	$0	$40,568	$0
(24)	**Services, contracts & supplies**	$490,662	$236,028	$223,602	$0	$31,032	$0
(25)	**Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26)	**Net school generated funds**	$3,656	$3,656				
	Capital and debt services						
	Amortization of capital assets						
(27)	Supported	$500	$500	$0	$0	$0	$0
(28)	Unsupported	$5,229	$5,229	$0	$0	$0	$0
(29)	Total Amortization	$5,729	$5,729	$0	$0	$0	$0
	Interest on capital debt						
(30)	Supported	$0	$0	$0	$0	$0	$0
(31)	Unsupported	$1,686	$1,686	$0	$0	$0	$0
(32)	Other interest charges	$0	$0	$0	$0	$0	$0
(33)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34)	**TOTAL EXPENSES**	$1,431,997	$1,136,795	$223,602	$0	$71,600	$0
(35)	**EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	($144,764)	($168,276)	$36,746	$0	($13,234)	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$701,058
Additional Funding for Differential Cost Factors	$143,122
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$23,802
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$15,232
SuperNet Services	$6,042
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$2,543
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe) French Language Program, Physical Ed	$281,836
Total Alberta Education Revenues	$1,153,635

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$29,380	$57,841	$16,553		$0	$1,281	$105,055
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$152,127	$29,381	$24,044		$0		$205,552
ECS Program Unit (PUF)	$0	$9,205	$1,940		$0		$11,145
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language (ESL)	$0	$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$42,641	$11,000	$10,642	$16,913	$0		$81,196
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$7,380		$0		$7,380
Class Size Initiative	$0	$19,010	$0	$3,931	$0		$22,941
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$451,514	$87,597	$64,379	$50,758	$0	$10,612	$703,526
TOTAL EXPENSES	$675,662	$214,034	$124,938	$71,602	$0	$11,893	$1,136,795

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	4.9	3.6
ECS Program Unit (PUF)	0.0	0.5
Severe Disabilities (Gr 1-12)	0.0	0.0

School Jurisdiction Code: 6019

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$1,431,997
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$71,600
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$58,366	$71,600
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$71,600
Less: 2006/2007 Board and System Administration expenses		-$71,600
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$0

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$2,212
Sources of School Generated Funds:				
Fundraising activities	$10,658	$5,937	$4,721	
Student fees (Non-Instructional) (Note 1)	$3,320	$2,322	$998	
Donations and grants to schools	$891	$0	$891	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$14,869	$8,259		$6,610
Net SGF Available				$8,822
Uses of Net School Generated Funds:				
Extra-curricular activities			$2,448	
School site beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe): Unrelated snacks, School Council			$1,208	
Total Uses of Net SGF (Note 2)				$3,656
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$5,166

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 53

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Chinook's Edge Schoool Division No. 73
Legal Name of School Jurisdiction

4904 - 50 Street, Innisfail, AB T4G 1W4
Mailing Address

Phone (403) 227-7030 Fax (403) 227-3652
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of The Chinook's Edge School Division No. 73 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Doug Wagstaff	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Jim Gibbons	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Susan Roy, CGA, MBA, csbo	"ORIGINAL SIGNED"
Name	Signature

December 19, 2007
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 53

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EPR
FOUNDATIONS
CERTIFIED GENERAL ACCOUNTANTS

Les Willms,*
CGA

Peter Lewis,*
B.A., CGA

Gerald Shebeck,*
B.Sc., C.P.A., CGA

Associate

Pan Shah,
B.A., B.Ed., CGA

* Denotes
Professional Corporation

FOUNDATIONS
Professional Services
provided by
WILLMS LEWIS SHEBECK LLP

FINANCIAL STATEMENTS
Compilations
Reviews
Audits

TAXATION SERVICES
Compliance & Planning
Canadian Income Tax
International Taxation
Trust & Estate Planning

MANAGEMENT
CONSULTING
Business Valuations
Mergers & Acquisitions
Business Succession
Financial Restructuring
Personal Financial Planning

NACPAF

An Independent
Member Firm of
EPR CANADA
GROUP INC.

AUDITORS' REPORT

To the Trustees of Chinook's Edge School Division #73

We have audited the statement of financial position of Chinook's Edge School Division #73 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

EPR Foundations

Calgary, Alberta
December 13, 2007

EPR FOUNDATIONS
CERTIFIED GENERAL ACCOUNTANTS

#110, 7330 Fisher Street S.E., Calgary, Alberta T2H 2H8
Telephone (403) 278-5800 Fax (403) 253-9479
Website foundationscga.com

School Jurisdiction Code: 53

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$20,334,836	$5,289,198
Accounts receivable (net after allowances)		$10,645,036	$5,955,292
Prepaid expenses		$920,791	$951,425
Other current assets		$505	$507
Total current assets		$31,901,168	$12,196,422
School generated assets		$1,151,309	$1,152,474
Trust assets		$881,446	$847,771
Long term accounts receivable		$0	$0
Long term investments		$85,527	$65,241
Capital assets			
Land		$2,860,270	$2,866,470
Buildings	$133,763,902		
Less: accumulated amortization	($52,297,482)	$81,466,420	$78,914,433
Equipment	$8,513,750		
Less: accumulated amortization	($3,261,082)	$5,252,668	$2,183,536
Vehicles	$8,049,281		
Less: accumulated amortization	($4,933,564)	$3,115,717	$3,446,491
Total capital assets		$92,695,075	$87,410,930
TOTAL ASSETS		$126,714,525	$101,672,838
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$7,129,623	$4,900,279
Deferred revenue		$4,160,707	$1,508,299
Deferred capital allocations		$13,088,670	$1,142,892
Current portion of all long term debt		$1,383,728	$794,861
Total current liabilities		$25,762,728	$8,346,331
School generated liabilities		$1,151,309	$1,152,474
Trust liabilities		$881,446	$847,771
Employee future benefits liability		$142,300	$130,100
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,288,896	$5,083,757
Less: Current portion of supported debt		($783,728)	($794,861)
Unsupported: Debentures and Capital Loans		$2,000,000	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($600,000)	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$73,466,488	$71,371,788
Total long term liabilities		$80,546,711	$77,791,029
TOTAL LIABILITIES		$106,309,439	$86,137,360
NET ASSETS			
Unrestricted net assets		$1,000,000	$871,687
Operating Reserves		$4,055,545	$1,721,010
Accumulated Operating Surplus (Deficit)		$5,055,545	$2,592,697
Investment in capital assets		$12,939,692	$10,955,386
Capital Reserves		$2,409,849	$1,987,395
Total Capital Funds		$15,349,541	$12,942,781
Total net assets		$20,405,086	$15,535,478
TOTAL LIABILITIES AND NET ASSETS		$126,714,525	$101,672,838

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 53

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$88,388,028	$83,473,749	$81,755,623
Federal Government and/or First Nations	$296,212	$247,932	$283,442
Other Alberta school authorities	$40,773	$42,000	$3,100
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$262,535	$229,380	$254,958
Instruction resource fees	$1,116,530	$889,694	$934,903
Transportation fees	$37,806	$25,000	$0
Other sales and services	$332,068	$165,030	$312,156
Investment income	$496,298	$25,000	$278,867
Gifts and donations	$79,789	$10,700	$90,383
Rentals of facilities	$174,296	$145,995	$178,977
Net school generated funds	$1,957,644	$1,700,000	$1,739,652
Gains on disposal of capital assets	$342,062	$0	$144,658
Amortization of capital allocations	$3,202,946	$2,854,500	$2,667,390
Total Revenues	$96,726,987	$89,808,980	$88,644,109
EXPENSES			
Certificated salaries	$45,588,145	$45,159,950	$44,689,552
Certificated benefits	$4,971,459	$5,025,735	$4,843,410
Non-certificated salaries and wages	$16,106,496	$16,123,183	$15,095,362
Non-certificated benefits	$3,006,557	$3,269,966	$2,856,641
Services, contracts and supplies	$16,140,997	$14,455,633	$14,101,492
Net school generated funds	$1,954,781	$1,700,000	$1,739,651
Capital and debt services			
Amortization of capital assets			
Supported	$3,202,946	$2,854,500	$2,667,390
Unsupported	$1,337,238	$1,091,331	$1,379,457
Total Amortization of capital assets	$4,540,184	$3,945,831	$4,046,847
Interest on capital debt			
Supported	$433,726	$550,000	$508,453
Unsupported	$444	$0	$0
Total interest on capital debt	$434,170	$550,000	$508,453
Other interest charges	$0	$2,225	$4,338
Losses on disposal of capital assets	$202,028	$0	$0
Total Expenses	$92,944,817	$90,232,523	$87,885,746
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$3,782,170	($423,543)	$758,363
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$3,782,170	($423,543)	$758,363

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 53

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$3,782,170	$758,363
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($3,202,946)	($2,667,390)
Total amortization expense	$4,540,184	$4,046,847
Gains on disposal of capital assets	($342,062)	($144,658)
Losses on disposal of capital assets	$202,028	$0
Changes in accrued accounts:		
Accounts receivable	($4,689,744)	($2,683,231)
Prepaids and other current assets	$30,636	($132,498)
Long term accounts receivable	$0	$0
Long term investments	($20,286)	($15,307)
Payables and accrued liabilities	$2,229,344	$1,844,730
Deferred revenue	$2,652,408	($434,397)
Employee future benefit expense (recovery)	$12,200	($22,061)
Other (describe)		$0
Total sources (uses) of cash from Operations	$5,193,932	$550,398
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($5,310,021)	($11,557,642)
Equipment	($3,754,166)	($593,338)
Vehicles	($316,938)	($139,866)
Net proceeds from disposal of capital assets	$378,793	$161,585
Other (describe)		$0
Total sources (uses) of cash from Investing activities	($9,002,332)	($12,129,261)
C. FINANCING ACTIVITIES		
Capital allocations	$16,399,681	$10,186,401
Issue of long term debt	$2,000,000	$0
Repayment of long term debt	($794,861)	($803,814)
Add back: supported portion	$794,861	$803,814
Other (describe) Transfer in net assets of Horizon School Committe	$454,357	$0
Total sources (uses) of cash from Financing activities	$18,854,038	$10,186,401
Net sources (uses) of cash during year	$15,045,638	($1,392,462)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$5,289,198	$6,681,660
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$20,334,836	$5,289,198

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 53

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$15,535,478	$10,955,386	$871,687	$1,721,010	$1,987,395
Prior period adjustments (describe):					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$15,535,478	$10,955,386	$871,687	$1,721,010	$1,987,395
Excess(def) of revenue over expenses	$3,782,170		$3,782,170		
Board funded capital transactions		$2,927,222	$0	$0	($2,927,222)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($4,540,184)	$4,540,184		
Amortization of capital allocations		$3,202,946	($3,202,946)		
Disposal of unsupported capital assets	$0	($238,759)	$0		$238,759
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0			
Net transfers to operating reserves			($1,880,178)	$1,880,178	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			($3,110,917)		$3,110,917
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$1,087,438	$633,081	$0	$454,357	$0
Balance at August 31, 2007	$20,405,086	$12,939,692	$1,000,000	$4,055,545	$2,409,849

School Jurisdiction Code: 53

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)

for the Year Ended August 31, 2007

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$1,142,892	$71,371,788
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$1,142,892	$71,371,788
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$15,870,169	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$150,617	
	Federal Government and/or First Nations	$0	
	Other sources	$10,253	
Interest earned on provincial government capital allocations		$294,392	
Other capital grants and donations		$74,250	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$20,000
Transferred in capital assets (amortizable, @ net book value)			$94,629
Current Year Debenture Principal Repayment			$794,861
Expended capital allocations - current year		($4,453,903)	$4,453,903
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$65,747
Capital allocations amortized to revenue			$3,202,946
Balance at August 31, 2007		$13,088,670	$73,466,488

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

CHINOOK'S EDGE SCHOOL DIVISION NO. 73
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2007

---

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Division receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets
Capital Assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 10%
Vehicles & Buses	10% and 20%
Equipment & Furnishings	10% and 20%
Playground Equipment	5%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. No amortization is recorded in the year that an asset is acquired.

As of September 1, 2006, any future purchases of technology equipment will be amortized over a three year period.

c) School Generated Funds
These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay
Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by the contributions of active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Chinook's Edge School Division No. 73 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan (LAPP) and in a multi-employer senior management registered pension plan (SiPP), and does not report on any unfunded liabilities. The expense for these pension plans is equivalent to the annual employer contributions of $553,421 for LAPP and $32,160 for SiPP for the year ended August 31, 2007. As at December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

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f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division or externally, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

k) Employee Future Benefits

The Division accrues its obligations under employee future benefit plans and expenses the related costs. The financial impact on the Division for the 2006/2007 school year was an accrual of $142,300 (2005/2006 $130,100).

l) Investments

Short term investments are valued at the lower of cost or market. Long term investments are valued at cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 1,575,341	$ 3,075,749
Alberta Infrastructure and Transportation	1,366	83,441
Alberta Finance	198,290	236,344
Other Province of Alberta	26,850	20,713
Federal Government	940,421	699,555
Alberta Municipalities	3,463	8,436
Other Alberta School Jurisdictions	134,048	43,673
Olds College	7,256,350	1,364,936
Other	508,907	422,445
Total	**$10,645,036**	**$5,955,292**

4. BANK INDEBTEDNESS

The Division has an authorized line of credit in the amount of $5,000,000 that bears interest at the Community Savings prime rate less 1.0% and is secured by a general security agreement. There was a balance outstanding on the line of credit at August 31, 2007 of nil (2006 - nil). Bank indebtedness is monitored throughout the year to ensure compliance with Section 183(1) of the School Act. This Section requires that total borrowing cannot exceed total receivables.

	2007	2006
Accounts Receivable	$10,645,036	$5,955,292
Less: Bank Indebtedness	0	0
Allowable Bank Indebtedness	**$10,645,036**	**$5,955,292**

CHINOOK'S EDGE SCHOOL DIVISION NO. 73
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2007

---

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Alberta Education	$ 0	$ 0
Alberta Infrastructure and Transportation	0	0
Alberta Finance	198,290	236,344
Other Province of Alberta	0	5,182
Federal Government	979,949	33,265
Alberta Municipalities	0	29,025
Other Alberta School Jurisdictions	0	0
Other Trade Payables and Accrued Liabilities	5,951,384	4,596,463
Total	$7,129,623	$4,900,279

6. DEFERRED REVENUE

	2007	2006
Family Wellness Program Funding	$ 18,861	$ 19,101
Alberta Initiative for School Improvement	418,466	232,131
Class Size Funding	452,694	0
Infrastructure Maintenance Program	3,110,208	1,094,352
Alberta Human Resources and Employment	19,997	0
2004-2005 Social Studies Resource Grant	62,587	137,698
One to One Laptop Initiative	66,401	0
Other	11,493	25,017
Total	$4,160,707	$1,508,299

7. OTHER REVENUE FROM ALBERTA EDUCATION

	2007	2006
Stabilization funding	271,456	263,550
One-time social studies resources funding	75,111	110,303
One to One Laptop Initiative	183,599	0
Lease funding	213,158	218,867
Transportation fuel funding	320,955	359,702
Total	$1,064,279$952,422	

8. TRUST ASSETS AND LIABILITIES

	2007	2006
Scholarship Trusts	$832,143	$776,480
ECS Casino Funds	10,557	10,124
Deferred Salary Leave Plan	35,983	61,167
Sunshine Fund	2,763	0
Total	$881,446	$847,771

9. LONG TERM DEBT

Debenture Debt – Supported

The debenture debt bears interest at rates varying between 8.0% and 11.125%. The debenture debt is fully supported by Alberta Finance. The current portion of the long-term debenture debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2007	2006
Principal balance with interest rates ranging from 8.0% to 11.125%.	$4,288,896	$5,083,757
Less: Current portion	783,728	794,861
	$3,505,168	$4,288,896

Principal repayments are estimated as follows:

2008	$ 783,728
2009	760,497
2010	706,747
2011	671,747
2012	656,057
	3,578,776
Due after five years	710,120
	$4,288,896

Capital loan – Unsupported

The demand capital loan bears interest at prime less 1.0%. Capital loan payments due over the next four years are as follows:

	2007	2006
Principal balance with interest rate of prime less 1.0%. secured by a general security agreement covering all division assets and assignment of adequate All Risk insurance.	$2,000,000	$ 0
Less: Current portion	600,000	0
	$1,400,000	$ 0

Principal repayments are estimated as follows:

2008	$ 600,000
2009	600,000
2010	600,000
2011	200,000
	$2,000,000

Capital Leases – Unsupported

There are no capital leases currently held by the jurisdiction.

10. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully supported debenture principal repayments.

12. COMMITMENTS

Building Projects

The jurisdiction is committed to further capital expenditures for the new Didsbury High School of approximately $3,555 (2006 - $193,211), for the modernization and addition of River Valley Elementary School of approximately $41,329 (2006 - $66,638), for the modernization and addition of John Wilson Elementary School $0 (2006 – $12,102), for the construction of a new bus maintenance facility $33,987 (2006 – $727,425) and the new Carstairs K to 4 School of approximately $484,322 (2006 – Nil). In addition, the jurisdiction, in a joint venture with Olds College, is committed to further capital expenditures for the construction of four facilities at Olds College of approximately $43,557,358 (2006 – $11,250,979). These costs will be fully funded by the capital allocations from Alberta Education, Alberta Advanced Education, Chinook's Edge, Olds College, Mountain View County, and the Town of Olds.

Premise Lease

The Division has entered into various premise lease agreements with estimated annual payments as follows:

2007	$343,232
2008	95,156

13. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

The School Division has been named as a defendant in two lawsuits whereby the plaintiffs are seeking minor damages. As the likelihood of the outcome and potential damages, if any, ensuing from these lawsuits are not determinable at the date of reporting, no provision has been made in the financial statements for any costs associated with these lawsuits.

The School Division is subject to a number of small insurance claims, the outcome of which is not determinable as at the date of reporting. As these claims are covered by insurance, no provision has been made in the financial statements for any costs associated with them.

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14. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school divisions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The Chinook's Edge School Division No. 73 had related party transactions for the year ended August 31, 2007 recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at amount of consideration agreed upon between the related parties.

2006-2007	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
Government of Alberta:				
Education	$ 1,575,341	$	$ 87,618,206	$ 0
Infrastructure & Transportation	1,366	0	0	0
Finance	198,290	198,290	433,726	0
Health & Wellness	0	46,259	0	175,544
Human Resources/Employment	0	0		0
Other Gov't of Alberta departments	0	0	336,096	0
Other: Health authorities	0	1,433	0	79,027
Post-secondary institutions	7,256,350	163,322	0	21,431
Other Alberta school jurisdictions	134,048	70,914	40,773	455,763
Other related parties	26,850	93,839	0	553,421
TOTAL 2006-2007	$9,192,245	$547,056	$88,428,801	$1,288,188
TOTAL 2005-2006	$4,804,143	$101,706	$81,884,339	$699,647

15. ECONOMIC DEPENDANCE ON RELATED THIRD PARTY

Chinook's Edge School Division No. 73's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

16. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

17. COMPARATIVE FIGURES

The Budget 2007 and Actual 2006 comparative figures have been reclassified where necessary to conform to Actual 2007 presentation.

18. REMUNERATION AND MONETARY INCENTIVES

The Chinook's Edge School Division No. 73 had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's/ Other	Expenses
Chair Brassard, Roy	1.00	$13,200	$956	$564			$11,369
Archibald, Penny	1.00	$8,950	$1,516	$144			$6,978
Butler, Colleen	1.00	$13,900	$2,169	$1,008			$14,046
Cooper, Sherry	1.00	$11,925	$4,133	$168			$6,848
Fisher, Ron	1.00	$14,475	$3,462	$996			$13,042
Huelsman. Connie	1.00	$10,925	$4,175	$108			$8,302
Johnson, Gordon	1.00	$8,500	$3,991	$720			$7,351
Swainson, Jackie	1.00	$11,825	$4,214	$384			$8,875
Wagstaff, Doug	1.00	$10,675	$411	$408			$10,922
Subtotal	**9.00**	**$104,375**	**$25,027**	**$4,500**			**$87,733**
Superintendent Gibbons, James	1.00	$157,577	$26,039				$27,653
Board Secretary Moltzan, Bruce	1.00	$112,000	$29,948				$10,414
Board Treasurer Roy, Susan	1.00	$103,279	$24,117				$5,892
Certificated Teachers	601.59	$44,350,656	$4,818,344				
Non-certificated - Other	682.00	$17,157,116	$3,082,110				
TOTALS		**$61,958,003**	**$8,005,585**	**$4,500**	**$0**	**$0**	

School Jurisdiction Code: 53

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

The Chinook's Edge School Division No. 73
Legal Name of School Jurisdiction

4904 - 50 Street, Innisfail, AB T4G 1W4
Mailing Address

Phone (403) 227-7030 Fax (403) 227-3652
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Susan Roy, CGA, MBA, cabo
Name

"ORIGINAL SIGNED"
Signature

December 10, 2007
Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 53

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School Jurisdiction Cod 53

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education**	$87,618,206	$68,250,732	$10,025,329	$5,977,636	$3,004,634	$359,875
(2) **Alberta Infrastructure & Transportation**	$0					
(3) **Alberta Finance**	$433,726		$433,726			$0
(4) **Other - Government of Alberta**	$336,096	$5,934	$0	$0	$0	$330,162
(5) **Federal Government and/or First Nations**	$296,212	$242,709	$0	$0	$0	$53,503
(6) **Other Alberta school authorities**	$40,773	$40,137	$0	$0	$0	$636
(7) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(8) **Alberta municipalities** (excl. supplementary requisitions)	$262,535	$0	$0	$0	$0	$262,535
(9) **Instruction resource fees**	$1,116,530	$1,116,530				
(10) **Transportation fees**	$37,806			$37,806		
(11) **Other sales and services**	$332,068	$162,454	$0	$169,614		$0
(12) **Investment income**	$496,298	$201,097	$150,562	$0	$144,639	
(13) **Gifts and donations**	$79,789	$78,158	$0	$131		$1,500
(14) **Rentals of facilities**	$174,296	$38,619	$135,677	$0	$0	$0
(15) **Net school generated funds**	$1,957,644	$1,957,644			$0	
(16) **Gains on disposal of capital assets**	$342,062	$12,000	$317,425	$12,637	$0	$0
(17) **Amortization of capital allocations**	$3,202,946	$72,033	$3,119,907	$11,006		$0
(18) **TOTAL REVENUES**	$96,726,987	$72,178,047	$14,182,626	$6,208,830	$3,149,273	$1,008,211
EXPENSES						
(19) **Certificated salaries**	$45,588,145	$45,079,736			$508,409	$0
(20) **Certificated benefits**	$4,971,459	$4,894,165			$77,294	
(21) **Non-certificated salaries and wages**	$16,106,496	$8,751,427	$3,559,180	$1,742,872	$1,295,677	$757,340
(22) **Non-certificated benefits**	$3,006,557	$1,643,745	$709,961	$237,167	$285,132	$130,552
(23) **SUB - TOTAL**	$69,672,657	$60,369,073	$4,269,141	$1,980,039	$2,166,512	$887,892
(24) **Services, contracts & supplies**	$16,138,134	$6,184,252	$5,586,219	$3,274,463	$972,881	$120,319
(25) **Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26) **Net school generated funds**	$1,957,644	$1,957,644				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$3,202,946	$72,033	$3,119,907	$11,006	$0	$0
(28) Unsupported	$1,337,238	$262,253	$362,555	$619,705	$92,725	$0
(29) Total Amortization	$4,540,184	$334,286	$3,482,462	$630,711	$92,725	$0
Interest on capital debt						
(30) Supported	$433,726	$0	$433,726	$0	$0	$0
(31) Unsupported	$444	$62	$0	$0	$382	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$202,028	$202,028	$0	$0	$0	$0
(34) **TOTAL EXPENSES**	$92,944,817	$69,047,345	$13,771,548	$5,885,213	$3,232,500	$1,008,211
(35) **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$3,782,170	$3,130,702	$411,078	$323,617	($83,227)	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$57,010,840
Additional Funding for Differential Cost Factors	$14,481,334
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$3,418,555
Student Health Initiative (SHI)	$306,000
Alberta Initiative for School Improvement (AISI)	$1,187,460
SuperNet Services	$235,930
Children and Youth with Complex Needs	$14,112
Other Provincial Support Funding	
Institutional Programs	$61,158
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$134,324
Infrastructure Maintenance Renewal (IMR)	$1,760,662
Other Funding from Alberta Education (describe) Transportation Fuel Funding Initiative, Plant Operations	$9,007,731
Total Alberta Education Revenues	$87,618,206

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$2,688,418	$2,624,110	$541,788		$0	$12,866	$5,867,182
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$2,051,814	$1,023,811	$108,878		$0		$3,184,503
ECS Program Unit (PUF)	$131,884	$475,234	$160,818		$0		$767,936
Severe Disabilities (Gr 1-12)	$1,417,548	$3,645,467	$394,010		$0		$5,457,025
English as a Second Language (ESL)	$298	$12,632	$1,690		$0		$14,620
French Language & Francisation	$803,511	$0	$43,225		$0		$846,736
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0			$0		$0
First Nations, Metis and Inuit Education	$39,580	$0	$5,278		$0		$44,858
Alberta Initiative for School Improvement	$809,332	$0	$311,244	$78,772	$0		$1,199,348
Student Health Initiative	$0	$221,219	$84,781		$0		$306,000
SuperNet Service			$222,843		$0		$222,843
Class Size Initiative	$3,418,555	$0	$0	$0	$0		$3,418,555
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$43,537	$0		$0		$43,537
All Other Student Instruction Expenses (ECS - Gr 12)	$38,512,904	$2,349,221	$2,700,883	$1,533,105	$0	$2,478,289	$47,574,402
TOTAL EXPENSES	$49,873,844	$10,395,231	$4,575,238	$1,611,877	$0	$2,491,155	$69,047,345

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	24.6	44.0
ECS Program Unit (PUF)	1.5	25.0
Severe Disabilities (Gr 1-12)	17.0	155.0

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$92,944,817
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$3,717,793
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$3,717,793**
Less: 2006/2007 Board and System Administration expenses		-$3,232,500
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$485,293

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$1,152,475
Sources of School Generated Funds:				
Fundraising activities	$1,871,618	$1,177,837	$693,781	
Student fees (Non-Instructional) (Note 1)	$1,054,313	$0	$1,054,313	
Donations and grants to schools	$208,384	$0	$208,384	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$3,134,315	$1,177,837		$1,956,478
Net SGF Available				$3,108,953
Uses of Net School Generated Funds:				
Extra-curricular activities			$1,476,889	
School site beautification			$8,053	
Field Trips			$422,609	
Equipment			$48,903	
Family literacy and other community resources			$1,190	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$1,957,644
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$1,151,309

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 4208

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Christ the Redeemer Catholic Separate Regional Division No. 3
Legal Name of School Jurisdiction

46 Elma Street West, Okotoks, Alberta, T1S 1J7
Mailing Address

(403) 938-2659 (403) 938-4575
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of The Christ the Redeemer Catholic Separate Regional Division No. 3 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
Vijay Domingo "ORIGINAL SIGNED"
Name Signature

SUPERINTENDENT
Peter Doyle "ORIGINAL SIGNED"
Name Signature

SECRETARY TREASURER OR TREASURER
Dennis Schneider "ORIGINAL SIGNED"
Name Signature

24-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 4208

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CATALYST
*Chartered Accountants and Consultants**

Suite 1620, Trimac House
800 - 5th Avenue SW
Calgary, Alberta
Canada T2P 3T6
T. (403) 296-0082
F. (403) 296-0415

318 Centre Street SE
High River, Alberta
Canada T1V 1N7
T. (403) 652-3032
F. (403) 652-7051

www.catalystsolutions.ca

AUDITORS' REPORT

To: The Board of Trustees
Christ the Redeemer Catholic Separate Regional Division #3

We have audited the statement of financial position of Christ the Redeemer Catholic Separate Regional Division #3 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2007, and the results of its operations, changes in cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Catalyst LLP

HIGH RIVER, ALBERTA
OCTOBER 30, 2007

CHARTERED ACCOUNTANTS

Member of
PKF
International

* Catalyst Chartered Accountants operates as a limited liability partnership

School Jurisdiction Code: 4208

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$17,372,652	$1,976,271
Accounts receivable (net after allowances)		$1,653,161	$2,808,016
Prepaid expenses		$286,203	$214,316
Other current assets		$410,993	$329,529
Total current assets		$19,723,009	$5,328,132
School generated assets		$543,212	$473,216
Trust assets		$72,167	$59,092
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$370,796	$370,796
Buildings	$70,875,203		
Less: accumulated amortization	($19,388,514)	$51,486,689	$48,346,138
Equipment	$7,230,589		
Less: accumulated amortization	($4,165,505)	$3,065,084	$3,557,482
Vehicles	$233,980		
Less: accumulated amortization	($131,117)	$102,863	$96,618
Total capital assets		$55,025,432	$52,371,034
TOTAL ASSETS		$75,363,820	$58,231,474
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,017,918	$1,752,604
Deferred revenue		$1,323,522	$256,558
Deferred capital allocations		$14,795,182	$833,249
Current portion of all long term debt		$632,987	$718,954
Total current liabilities		$18,769,609	$3,561,365
School generated liabilities		$543,212	$473,216
Trust liabilities		$72,167	$59,092
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$4,890,951	$5,372,319
	Less: Current portion of supported debt	($470,118)	($481,368)
Unsupported:	Debentures and Capital Loans	$0	$58,608
	Capital Leases	$0	$0
	Mortgages	$162,869	$178,978
	Less: Current portion of unsupported debt	($162,869)	($237,586)
Other long term liabilities		$0	$0
Unamortized capital allocations		$48,937,476	$45,948,387
Total long term liabilities		$53,973,688	$51,371,646
TOTAL LIABILITIES		$72,743,297	$54,933,011
NET ASSETS			
Unrestricted net assets		$123,631	$45,560
Operating Reserves		$1,400,189	$1,887,310
Accumulated Operating Surplus (Deficit)		$1,523,820	$1,932,870
Investment in capital assets		$1,034,136	$812,743
Capital Reserves		$62,567	$552,850
Total Capital Funds		$1,096,703	$1,365,593
Total net assets		$2,620,523	$3,298,463
TOTAL LIABILITIES AND NET ASSETS		$75,363,820	$58,231,474

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: [illegible]

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	[illegible]	[illegible]	[illegible]
Federal Government and/or First Nations	[illegible]	[illegible]	[illegible]
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	[illegible]	[illegible]	[illegible]
Instruction resource fees	[illegible]	[illegible]	[illegible]
Transportation fees	$0	$0	$0
Other sales and services	[illegible]	[illegible]	[illegible]
Investment income	[illegible]	[illegible]	[illegible]
Gifts and donations	[illegible]	[illegible]	[illegible]
Rentals of facilities	[illegible]	[illegible]	[illegible]
Net school generated funds	[illegible]	[illegible]	[illegible]
Gains on disposal of capital assets	[illegible]	$0	$0
Amortization of capital allocations	[illegible]	[illegible]	[illegible]
Total Revenues	[illegible]	[illegible]	[illegible]
EXPENSES			
Certificated salaries	[illegible]	[illegible]	[illegible]
Certificated benefits	[illegible]	[illegible]	[illegible]
Non-certificated salaries and wages	[illegible]	[illegible]	[illegible]
Non-certificated benefits	[illegible]	[illegible]	[illegible]
Services, contracts and supplies	[illegible]	[illegible]	[illegible]
Net school generated funds	[illegible]	[illegible]	[illegible]
Capital and debt services			
Amortization of capital assets			
Supported	[illegible]	[illegible]	[illegible]
Unsupported	[illegible]	[illegible]	[illegible]
Total Amortization of capital assets	[illegible]	[illegible]	[illegible]
Interest on capital debt			
Supported	[illegible]	[illegible]	[illegible]
Unsupported	[illegible]	[illegible]	[illegible]
Total interest on capital debt	[illegible]	[illegible]	[illegible]
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	[illegible]	[illegible]	[illegible]
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	[illegible]	[illegible]	[illegible]
Extraordinary item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	[illegible]	[illegible]	[illegible]

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 4208

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	($577,940)	($516,225)
Add (Deduct) items not affecting cash		
Amortization of capital allocations revenue	($2,993,369)	($2,745,922)
Total amortization expense	$3,787,513	$3,644,543
Gains on disposal of capital assets	($8,183)	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts		
Accounts receivable	$1,154,855	$646,665
Prepaids and other current assets	($153,351)	($16,076)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$265,314	($1,589,293)
Deferred revenue	$1,066,964	($265,553)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,541,803	($841,861)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($5,927,041)	($8,134,008)
Equipment	($461,170)	($1,748,033)
Vehicles	($56,134)	($82,359)
Net proceeds from disposal of capital assets	$10,616	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($6,433,729)	($9,964,400)
C. FINANCING ACTIVITIES		
Capital allocations	$19,363,023	$10,003,330
Issue of long term debt	$0	$0
Repayment of long term debt	($556,085)	($567,039)
Add back: supported portion	$481,368	$492,834
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$19,288,306	$9,929,125
Net sources (uses) of cash during year	$15,396,381	($877,136)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$1,876,271	$2,753,407
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$17,272,652	$1,876,271

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education

School Jurisdiction Code: 4208

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$3,198,463	$812,743	$45,560	$1,887,310	$452,850
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$3,198,463	$812,743	$45,560	$1,887,310	$452,850
Excess(def) of revenue over expenses	($577,940)		($577,940)		
Board funded capital transactions		$943,255	$0	($487,121)	($456,134)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($3,787,513)	$3,787,513		
Amortization of capital allocations		$2,993,369	($2,993,369)		
Disposal of unsupported capital assets	$0	($2,435)	$0		$2,435
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$74,717	($74,717)		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			($63,416)		$63,416
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$2,620,523	$1,034,136	$123,631	$1,400,189	$62,567

School Jurisdiction Code: 4208

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$933,249	$45,946,387
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$933,249	$45,946,387
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$19,044,294	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$318,729	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$481,300
Expended capital allocations - current year		($5,501,090)	$5,501,090
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$2,991,300
Balance at August 31, 2007		$14,795,182	$48,937,477

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since these contributions are not externally restricted to capital.

CHRIST THE REDEEMER CATHOLIC SEPARATE REGIONAL DIVISION NO. 3

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2007

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and suppot allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is compliedwith. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets

Capital Assets are reorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the followingrates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) School Generated Fuds

These are funds whic come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, et.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.
The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Christ the Redeemer Catholic Separate Regional Division No. 3 does not make pension contributions for certificated staff.
The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $ 480,190 for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).
The school board also participates in a Supplemental Integrated Pension Plan for executive employees designated by the Board to be a member of the plan. The expense for the registered portion is $ 22,539 and for the non-registered portion $ 5,798 for the year ended August 31, 2007

f) Inventories
Inventories are recorded at the lower of cost or net realizable value.

g) Prepaid Expenses
Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

h) Contributed Services
Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments
These consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

k) Employee Future Benefits
The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2007, the recorded obligation is nil.

l) Investments
Short term Investments are valued at the lower of cost or market. Long term investments are valued at cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 66,544	$1,259,833
Alberta Finance	324,716	355,801
Federal Government	412,466	453,340
Other Province of Alberta	24,709	12,368
First Nations	0	72,000
Alberta Municipalities	782,724	623,284
Other	42,000	31,390
Total	$1,653,161	$2,808,016

4. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate minus .5%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2007.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Alberta Education	$ 798,786	$ 641,397
Alberta Finance	324,716	355,801
Federal Government	0	0
Other Alberta School Jurisdictions	157,420	130,763
Other Trade Payables and Accrued Liabilities	736,996	624,643
Total	$2,017,918	$1,752,604

6. DEFERRED REVENUE

	2007	2006
Infrastructure Maintenance Renewal (from Education)	$1,252,102	$ 203,009
Alberta Education LRC	10,543	6,582
Alberta Municipalities FCSS	26,800	9,733
Other School and related fees	34,077	37,234
Total	$1,323,522	$ 256,558

7. OTHER REVENUE FROM ALBERTA EDUCATION

	2007	2006
Secondment revenue	$0	$0
Total	$0	$0

8. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction.

	2007	2006
Deferred Salary Leave Plan	$ 57,492	$ 44,341
Scholarship Trusts	14,675	14,751
Student Health Initiative Trust (SHI Banker Board)	0	0
Children and Youth with Complex Needs (Banker Board)	0	0
Total	$ 72,167	$ 59,092

9. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2007-2008	$ 470,118	$ 457,222	$ 927,340
2008-2009	470,118	412,248	882,366
2009-2010	449,718	367,275	816,993
2010-2011	445,143	324,438	769,581
2011-2012	439,143	282,081	721,224
2012 to maturity	2,616,711	890,878	3,507,589
Total	$ 4,890,951	$ 2,734,142	$ 7,625,093

b) Mortgages – Unsupported

Mortgages unsupported include two mortgages with Community Savings on properties purchased for use as administration offices. Both mortgages bear interest at the bank's prime lending rate; 6% as of August 31, 2007 and are secured by a general security agreement covering all revenues of the jurisdiction and specific charges against the purchased properties. Although extended repayment terms have been accepted by the bank, both mortgages are repayable on demand and accordingly the entire balance on each has been classified as a current liability. Details are as follows:

	2007	2006
Mortgage #1, repayable in equal monthly principal payments of $889 plus interest to maturity	$ 82,267	$ 92,959
Mortgage #2, repayable in equal monthly principal payments of $450 plus interest to maturity	$ 80,602	$ 86,019
Amounts included in current liabilities	$162,869	$178,978

If the bank does not demand repayment sooner, principal payments due over the next five years and beyond would be as follows:

2007 – 2008	$ 16,056
2008 – 2009	16,056
2009 – 2010	16,056
2010 – 2011	16,056
2011 – 2012	16,056
2012 – maturity	82,589
	$ 162,889

10. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

11. ASSET RETIREMENT OBLIGATIONS

Asset Retirement Obligations represent legal obligations associated with the retirement of a tangible long-lived asset that result from its acquisition, construction, development or normal operation. The jurisdiction has no known asset retirement obligations.

12. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of defered capital allocations expended, as well as fully-supported debenture principal repayments.

13. COMMITMENTS

a) Building Projects: The jurisdiction is committed to further capital expendituresof approximately $23,750,825. It is anticipated that these costs will be fully funded by the capitl allocations from Alberta Education.

Major projects include:

Drumheller School Project	$ 7,814,811	(under review as of August 31, 2007)
Canmore K-12 School	15,296,254	
Okotoks Mould Remedial	228,047	
Modular Classrooms	411,713	

b) Building Leases: The jurisdiction is committed to lease office space (Centre fr Learning @Home and Special Education) for a term of three years ending on the 30th day of Jun, 2008. The annual rent amounts to $93,089 inclusive of GST. Additional leased space (St Luke's Outreach Centre) for a term of three years ending on the 30th day of June, 2010. The anual rent amounts to $39,219 inclusive of GST.

c) Equipment Leases: As at August 31, 2007, the jurisdiction has equipment lease obligations of $224,666 ending on March 27, 2010 and $40,943 ending on July 29, 2010.

14. CONTINGENCIES

a) The jurisdiction is a member of a reciprocal insurance exchange called ALARIE. A portion of the premiums paid each year represents equity contributions to the insurance fun. These payments have been recorded as expenses in the financial statements, as the value of quity is subject to liability claims.

15. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The Christ the Redeemer Catholic Separate Regional Division No. 3 had related party transactions for the year ended August 31, 2007 recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at amount of consideration agreed upon between the related parties.

	Balances		**Transactions**	
2006-2007	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
Government of Alberta:				
Education	$ 66,544	$ 2,061431	$ 50,981,746	$ 0
Infrastructure & Transportation	0	0	0	0
Finance	324,716	324,716	472,206	7145
Health & Wellness	0	0	42,189	0
Human Resources/Employment	8,800	0	13,800	0
Other Gov't of Alberta departments	15,909	0	41,041	0
Other:				
Health authorities	0	0	0	9036
Post-secondary institutions	27,776	0	64,549	4758
Other Alberta school jurisdictions	0	157,420	0	321221
Other related parties	0	0	0	0
TOTAL 2006-2007	$ 443,745	$2,543,567	$51,615,531	$342,160
TOTAL 2005-2006	$1,628,206	$1,127,961	$46,370,790	$659,669

16. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The jurisdiction's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

17. BUDGET AMOUNTS

The final budget was prepared by the school jurisdiction and approved by the Board of Trustees on March 17, 2007. It is presented for information purposes only and has not been audited.

18. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

19. PRIOR PERIOD ADJUSTMENTS

No prior period adjustments have been made.

20. REMUNERATION AND MONETARY INCENTIVES

The Christ the Redeemer Catholic Separate Regional Division No. 3 had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows; with the notation that the Board Corporate Secretary position became a contract position on May 1, 2007:

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Expenses
Vijay Domingo	1.0	$7,144	$4,540	$0			$4,576
Mary Stengler	1.0	$10,001	$1,892	$0			$8,526
Paul Andrew	1.0	$5,715	$4,493	$0			$3,087
Amber Link	1.0	$2,381	$1,872	$0			$405
David Lunn	1.0	$5,715	$4,493	$0			$1,428
Dale Rolheiser	1.0	$5,715	$4,493	$0			$805
Ron Schreiber	1.0	$5,715	$3,385	$0			$4,880
Joanne Van Donzel	1.0	$7,144	$3,432	$0			$5,445
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
	0.0	$0	$0	$0			$0
Subtotal	*8.0*	*$49,530*	*$28,600*	*$0*			*$29,152*
Peter Doyle, Superintend	1.0	$129,921	$15,974	$0	$0	$0	$8,919
Superintendent (2)	0.0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer (1)	0.0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Ken Power, Board Secec	1.0	$67,590	$6,853	$0	$0	$0	$1,549
Board Secretary (2)	0.0	$0	$0	$0	$0	$0	$0
Dennis Schneider, Board	1.0	$102,066	$24,863	$0	$0	$0	$6,007
Board Treasurer (2)	0.0	$0	$0	$0	$0	$0	$0
Certificated Teachers	367.4	$25,804,649	$3,023,221	$0	$0	$0	
Non-certificated - Other	277.1	$8,578,484	$2,158,180	$0	$0	$0	
TOTALS		**$34,732,240**	**$5,257,691**	**$0**	**$0**	**$0**	

School Jurisdiction Code: 4208

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

The Christ the Redeemer Catholic Separate Regional Division No. 3
Legal Name of School Jurisdiction

46 Elma Street West, Okotoks, Alberta, T1S 1J7
Mailing Address

(403) 938-2659 (403) 938-4575
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER	
Dennis Schneider	"ORIGINAL SIGNED"
Name	Signature

24-Nov-07
Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155 102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]
PHONE: (780) 427-7782 FAX: (780) [illegible]

School Jurisdiction Code: 4208

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School Jurisdiction Code [illegible]

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	$0
(2) Alberta Infrastructure & Tran portation	$0	$0	$0			
(3) Alberta Finance	[illegible]		[illegible]			$0
(4) Other - Government of Alberta	[illegible]	[illegible]	[illegible]	$0	$0	[illegible]
(5) Federal Government and/or First Nations	[illegible]	[illegible]	[illegible]	$0	$0	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	[illegible]	[illegible]	$0	$0	$0	[illegible]
(9) Instruction resource fees	[illegible]	[illegible]				
(10) Transportation fees	$0			$0		
(11) Other sales and services	[illegible]	[illegible]	[illegible]	[illegible]	$0	$0
(12) Investment income	[illegible]	[illegible]	$0	$0	$0	$0
(13) Gifts and donations	[illegible]	[illegible]	$0	$0		$0
(14) Rentals of facilities	[illegible]	$0	[illegible]	$0	$0	$0
(15) Net school generated funds	[illegible]	[illegible]			$0	
(16) Gains on disposal of capital assets	[illegible]	$0	[illegible]	$0	$0	$0
(17) Amortization of capital allocations	[illegible]	$0	[illegible]	$0		$0
(18) TOTAL REVENUES	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
EXPENSES						
(19) Certificated salaries	[illegible]	[illegible]			[illegible]	$0
(20) Certificated benefits	[illegible]	[illegible]			[illegible]	$0
(21) Non-certificated salaries and wages	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
(22) Non-certificated benefits	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
(23) SUB - TOTAL	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
(24) Services, contracts & supplies	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	[illegible]	[illegible]				
Capital and debt services						
Amortization of capital assets						
(27) Supported	[illegible]	$0	[illegible]	$0	$0	$0
(28) Unsupported	[illegible]	[illegible]	$0	$0	[illegible]	$0
(29) Total Amortization	[illegible]	[illegible]	[illegible]	$0	[illegible]	$0
Interest on capital debt						
(30) Supported	[illegible]	$0	[illegible]	$0	$0	$0
(31) Unsupported	[illegible]	[illegible]	[illegible]	$0	[illegible]	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	[illegible]	[illegible]	[illegible]	[illegible]	$0	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$33,664,822
Additional Funding for Differential Cost Factors	$14,064,369
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$1,266,240
Student Health Initiative (SHI)	$239,181
Alberta Initiative for School Improvement (AISI)	$838,352
SuperNet Services	$100,558
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$69,941
Infrastructure Maintenance Renewal (IMR)	$738,263
Other Funding from Alberta Education (describe)	$0
Total Alberta Education Revenues	$50,981,746

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$2,813,714	$2,984,847	$804,215		$0	$0	$6,202,576
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,302,192	$1,063,993	$132,997		$0		$2,499,182
ECS Program Unit (PUF)	$0	$1,001,810	$358,903		$0		$1,360,713
Severe Disabilities (Gr 1-12)	$245,908	$2,073,081	$113,172		$0		$2,432,161
English as a Second Language (ESL)	$158,730	$66,677	$5,001		$0		$230,408
French Language & Francisation	$600,964	$0	$61,305		$0		$662,269
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$36,050	$6,850		$0		$42,900
Alberta Initiative for School Improvement	$538,916	$32,249	$198,062	$72,479	$0		$841,706
Student Health Initiative	$22,132	$221,538	$0		$0		$243,670
SuperNet Service			$108,640		$0		$108,640
Class Size Initiative	$1,404,000	$0	$0	$0	$0		$1,404,000
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$21,802,847	$406,679	$4,151,350	$777,425	$0	$1,439,065	$28,577,366
TOTAL EXPENSES	$28,689,403	$7,886,724	$5,740,495	$849,904	$0	$1,439,065	$44,605,591

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	16.7	40.7
ECS Program Unit (PUF)	0.0	34.5
Severe Disabilities (Gr 1-12)	3.2	71.5

School Jurisdiction Code: 4208

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES	**$57,446,417**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES	$2,297,857

Considerations for Charter Schools and Small School Boards

If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$2,297,857**
Less: 2006/2007 Board and System Administration expenses		-$1,433,757
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$864,100

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$473,216
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,418,216	$1,102,899	$315,317	
Student fees (Non-instructional) (Note 1)	$652,246	$267,558	$384,688	
Donations and grants to schools	$6,597	$1,233	$5,364	
Other (describe): interest earned & service charges	$16,949	$12	$16,937	
Net Additions to SGF	$2,094,008	$1,371,702		$722,306
Net SGF Available				$1,195,522
Uses of Net School Generated Funds:				
Extra-curricular activities			$622,878	
School site beautification			$0	
Field Trips			$1,350	
Equipment			$5,398	
Family literacy and other community resources			$22,684	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$652,310
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$543,212

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 52

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Clearview School Division #71

Legal Name of School Jurisdiction

4704-55 Street Stettler, Ab T0C 2L2

Mailing Address

(403) 742-3331 (403) 742-1388

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Clearview School Division #71 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Ken Checkel	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Ray Battochio	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Gordon Majeran	"ORIGINAL SIGNED"
Name	**Signature**

21-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 52

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AUDITORS' REPORT

To The Board of Trustees

Clearview School Division No. 71

We have audited the statement of financial position of the Clearview School Division No. 71 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Gitzel Krejci Dand Peterson
CHARTERED ACCOUNTANTS

Stettler, Alberta
October 31, 2007

School Jurisdiction Code: 52

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$5,917,891	$5,018,444
Accounts receivable (net after allowances)		$263,764	$283,156
Prepaid expenses		$224,363	$179,245
Other current assets		$214,233	$237,619
Total current assets		$6,620,271	$5,718,464
School generated assets		$277,923	$252,817
Trust assets		$296,479	$294,154
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,257,595	$1,287,117
Buildings	$39,781,853		
Less: accumulated amortization	($17,707,504)	$22,074,349	$23,283,414
Equipment	$2,507,211		
Less: accumulated amortization	($1,429,548)	$1,077,663	$1,209,135
Vehicles	$6,261,704		
Less: accumulated amortization	($4,084,510)	$2,177,194	$1,693,751
Total capital assets		$26,586,801	$27,473,417
TOTAL ASSETS		$33,781,474	$33,738,852
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$830,184	$812,540
Deferred revenue		$781,186	$385,053
Deferred capital allocations		$468,126	$556,088
Current portion of all long term debt		$435,217	$514,046
Total current liabilities		$2,514,713	$2,267,727
School generated liabilities		$277,923	$252,817
Trust liabilities		$296,479	$294,154
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$3,097,587	$3,611,633
	Less: Current portion of supported debt	($435,217)	($514,046)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$18,909,883	$19,635,851
Total long term liabilities		$22,146,655	$23,280,409
TOTAL LIABILITIES		$24,661,368	$25,548,136
NET ASSETS			
Unrestricted net assets		$1,860,797	$1,434,544
Operating Reserves		$2,608,914	$2,020,443
Accumulated Operating Surplus (Deficit)		$4,469,711	$3,454,987
Investment in capital assets		$4,579,331	$4,225,933
Capital Reserves		$71,064	$509,796
Total Capital Funds		$4,650,395	$4,735,729
Total net assets		$9,120,106	$8,190,716
TOTAL LIABILITIES AND NET ASSETS		$33,781,474	$33,738,852

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$24,598,878	$24,791,970	$23,269,924
Federal Government and/or First Nations	$1,339	$1,800	$2,523
Other Alberta school authorities	$14,674	$6,000	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$193,778	$197,550	$195,669
Transportation fees	$16,660	$17,800	$16,275
Other sales and services	$476,073	$241,990	$572,888
Investment income	$248,475	$106,000	$163,018
Gifts and donations	$23,896	$15,700	$106,620
Rentals of facilities	$60,656	$50,000	$61,710
Net school generated funds	$212,987	$250,000	$171,285
Gains on disposal of capital assets		$13,000	$24,596
Amortization of capital allocations	$1,394,329	$1,394,330	$1,397,286
Total Revenues	$27,241,744	$27,086,140	$25,981,794
EXPENSES			
Certificated salaries	$11,734,660	$11,742,330	$11,996,924
Certificated benefits	$1,249,433	$1,489,570	$1,288,089
Non-certificated salaries and wages	$4,750,095	$4,905,740	$4,716,293
Non-certificated benefits	$811,662	$893,070	$795,377
Services, contracts and supplies	$5,246,021	$5,616,110	$4,529,696
Net school generated funds	$212,987	$250,000	$171,285
Capital and debt services			
Amortization of capital assets			
Supported	$1,394,329	$1,394,330	$1,397,286
Unsupported	$577,596	$591,060	$655,661
Total Amortization of capital assets	$1,971,925	$1,985,390	$2,052,947
Interest on capital debt			
Supported	$335,572	$355,150	$386,434
Unsupported	$0	$0	$0
Total Interest on capital debt	$335,572	$355,150	$386,434
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$26,312,355	$27,237,360	$25,937,045
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$929,390	($151,220)	$44,749
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$929,390	($151,220)	$44,749

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 52

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$929,390	$44,749
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($1,394,329)	($1,397,286)
Total amortization expense	$1,971,925	$2,052,947
Gains on disposal of capital assets	$0	($24,596)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$19,392	$580,015
Prepaids and other current assets	($21,752)	($4,705)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$17,644	($857,015)
Deferred revenue	$396,133	($113,397)
Employee future benefit expense (recovery)	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	$1,918,403	$280,712
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($108,465)
Buildings	($124,442)	($156,977)
Equipment	($81,378)	($33,390)
Vehicles	($834,532)	$0
Net proceeds from disposal of capital assets	$0	$73,074
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,040,352)	($225,758)
C. FINANCING ACTIVITIES		
Capital allocations	$21,396	$747,324
Issue of long term debt	$0	$0
Repayment of long term debt	($514,046)	($514,046)
Add back: supported portion	$514,046	$514,046
Other (describe)		$0
Total sources (uses) of cash from Financing activities	$21,396	$747,324
Net sources (uses) of cash during year	$899,447	$802,278
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$5,018,444	$4,216,166
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$5,917,891	$5,018,444

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 52

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$8,190,716	$4,225,933	$1,434,544	$2,020,443	$509,796
Prior period adjustments (describe)					
	$0	$0	$0		
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$8,190,716	$4,225,933	$1,434,544	$2,020,443	$509,796
Excess(def) of revenue over expenses	$929,390		$929,390		
Board funded capital transactions		$930,994	($154,677)	$0	($776,317)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($1,971,925)	$1,971,925		
Amortization of capital allocations		$1,394,329	($1,394,329)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($1,708,964)	$1,708,964	
Net transfers from operating reserves			$1,120,493	($1,120,493)	
Net transfers to capital reserves			($337,585)		$337,585
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$9,120,106	$4,579,331	$1,860,797	$2,608,914	$71,064

School Jurisdiction Code: 52

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$556,088	$19,635,851
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$556,088	$19,635,851
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$0	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$21,396	
Other capital grants and donations		
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$44,957
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$514,046
Expended capital allocations - current year	($109,358)	$109,358
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$1,394,329
Balance at August 31, 2007	$468,126	$18,909,883

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2007

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Revised Statues of Alberta 2000, Chapter S-3

The School Division receives block allocations for instruction and support under Regulation 77/2003. The Regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are the representations of management prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of significant accounting policies summarized below:

a. Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is compiled with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

b. Inventories

Inventories are recorded at the lower of cost and net realizable value.

c. Capital Assets

Capital Assets are recorded at cost less accumulated amortization. Amortization is provided so as to amortize the cost of the asset over its useful life. The rates of amortization are as follows:

Buildings	- 2.5% - 4% straight line
Equipment	- 10% - 20% straight line
Vehicles	- 10% - 20% straight line

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset addition are amortized into revenue over the same period as the amortization expense.

d. School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s). These funds are usually collected, retained and expended at the school level.

e. Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

f. Pension

Pension costs included in these statements comprise the cost of employer contributions for current services of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The school division participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contribution of $215,952 for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 deficiency of $863,558,000).

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

g. Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

h. Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

i. Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, and debenture debt. It is management's opinion that the division is not exposed to significant interest, currency or credit risks arising from these financial instruments and that their fair values approximate their carrying values, unless otherwise noted. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act. Interest on debenture debt is fully supported by Alberta Finance.

j. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

3. ACCOUNTS RECEIVABLE

	2007 $	2006 $
Alberta Education	12,698	24,307
Alberta Finance	107,687	127,262
Other Province of Alberta	3,800	3,800
Federal Government	95,526	54,096
Other	44,053	73,691
	263,764	283,156

4. ACCOUNTS PAYABLE AND ACCRUALS

	2007 $	2006 $
Alberta Education	68,773	116,518
Accrued interest on debentures	107,687	127,262
Accrued vacation pay	65,036	63,815
Other trade payables and accrued liabilities	588,688	504,945
	830,184	812,540

5. DEFERRED REVENUE

	2007 $	2006 $
IMP block funding	578,554	292,635
Class Size funding	33,693	6,463
AISI funding	106,631	-
Alberta Education Curriculum Initiative	16,300	27,304
Other	46,008	58,651
	781,186	385,053

6. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdiction, but the related expenditure has not yet been made at year-end. When expended, these deferred capital allocations are transferred to the unamortized capital allocations account.

7. LONG-TERM DEBT

The School Division has issued debentures to the Alberta Capital Finance Authority to finance construction of school buildings. Debentures mature from 2007 to 2020 and interest rates vary from 7.625% to 12%.

	2007 $	2006 $
Debenture debt	3,097,587	3,611,633
Due within one year	(435,217)	(514,046)
	2,662,370	3,097,587

7. LONG-TERM DEBT - continued

Principal repayments required in each of the next five fiscal years are as follows:

	$
2008 -	435,217
2009 -	395,742
2010 -	369,265
2011 -	350,390
2012 -	321,287
2013 to maturity -	1,225,686
	3,097,587

The School Division's debentures are supported by payments from Alberta Finance. These support payments are not recorded as receivables before they are due. The effect of recording the corresponding debenture debt due within one year is to understate the working capital by the current portion of the debenture debt.

8. TRUST LIABILITIES

	2007 $	2006 $
Endowment funds for scholarships	296,479	294,154
	296,479	294,154

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

10. CASH FLOWS

Cash and temporary investments are made up of cash on hand and balances in bank accounts.

11. ECONOMIC DEPENDENCE

The school division's primary source of income is from the Alberta government. The Division's ability to continue viable operations is dependent on this funding.

12. RELATED PARTY TRANSACTIONS

During the year the school division entered into transactions with related parties as follows:

a) The School Division received funding for operations from the Alberta government in the amount of $24,598,878 (2006 - $23,269,924). In addition, Alberta Government funding for capital projects totaled $ 0 (2006 - $738,200).

At year end, the School Division had the following balance sheet amounts relating to funding from the Government of Alberta.

	2007 $	2006 $
Accounts Receivable	124,185	155,369
Accounts Payable	176,460	243,780
Deferred Revenue	735,178	326,402

b) The School Division has debenture debt in the amount of $3,097,587 (2006 - $3,611,633) payable to the Alberta Capital Finance Authority and the principal payments are supported through provincial government funding.

c) The Alberta Teacher Retirement Fund pension plan payments are paid by the provincial government directly to the plan on behalf of the division. The amount of these payments has not been disclosed to the division.

13. BUDGET AMOUNTS

The budget was prepared by the School jurisdiction management with board of Trustees approval given on November 16, 2006. It is presented for information purposes only and has not been audited.

14. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2007

15. REMUNERATION AND MONETARY INCENTIVES

Clearview School Division had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members	FTE	Remuneration	Benefits	Expenses	Total
Board Chair					
Ken Checkel	1.00	$ 14,503	$ 3,685	$ 11,565	$ 29,753
Board Members					
Karen Holloway	1.00	$ 13,163	$ 3,607	$ 8,250	$ 25,020
Dave Ellis	1.00	$ 10,753	$ 3,450	$ 6,179	$ 20,382
John Schofer	1.00	$ 7,346	$ 3,315	$ 3,674	$ 14,335
Patty Dittrick	1.00	$ 20,930	$ 3,943	$ 7,490	$ 32,363
Ruth Marshall	1.00	$ 11,530	$ 1,490	$ 6,460	$ 19,480
Yvette Cassidy	1.00	$ 8,060	$ 3,339	$ 4,456	$ 15,855
Sub total		$ 86,285	$ 22,829	$ 48,074	$ 157,188
Superintendent					
Ray Battochio	1.00	$ 122,538	$ 9,986	$ 8,531	$ 141,055
Secretary Treasurer					
Gordon Majeran	1.00	$ 105,773	$ 19,153	$ 7,067	$ 131,993
Certified Teachers	161	$ 11,612,122	$ 1,239,447		$ 12,851,569
Non-Certified - Other	212	$ 4,558,037	$ 769,680		$ 5,327,717
Totals		$ 16,484,755	$ 2,061,095	$ 63,672	$ 18,609,522

There were no Early Retirement Incentive Plans paid out nor accrued in 2006-07.

The jurisdiction has no accrual for employee future benefits.

School Jurisdiction Code: 52

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Clearview School Division #71
Legal Name of School Jurisdiction

4704-55 Street Stettler, Ab T0C 2L2
Mailing Address

(403) 742-3331 (403) 742-1388
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Gordon Majeran	"ORIGINAL SIGNED"
Name	Signature

21-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 52

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SCHEDULE A

School Jurisdiction Cod 52

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$24,030,896	$17,377,575	$2,835,732	$2,778,999	$1,038,590	$0
(2) Alberta Infrastructure & Transportation	$0	$0				
(3) Alberta Finance	$335,572		$335,572			$0
(4) Other - Government of Alberta	$232,410	$185,274	$3,800	$0	$0	$43,336
(5) Federal Government and/or First Nations	$1,339	$1,339	$0	$0	$0	$0
(6) Other Alberta school authorities	$14,674	$14,674	$0	$0	$0	$0
(7) Out of province authorities	$0		$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$193,778	$193,778				
(10) Transportation fees	$16,660			$16,660		
(11) Other sales and services	$476,073	$330,717	$21,855	$116,608	$6,893	$0
(12) Investment income	$248,475	$232,884	$0	$0	$15,591	$0
(13) Gifts and donations	$23,896	$23,146	$750	$0		$0
(14) Rentals of facilities	$60,656	$900	$59,756	$0	$0	$0
(15) Net school generated funds	$212,987	$212,987			$0	
(16) Gains on disposal of capital assets	$0		$0		$0	$0
(17) Amortization of capital allocations	$1,394,329	$99,934	$1,294,395	$0		$0
(18) TOTAL REVENUES	$27,241,744	$18,673,208	$4,551,860	$2,912,267	$1,061,074	$43,336
EXPENSES						
(19) Certificated salaries	$11,734,660	$11,568,085			$166,575	$0
(20) Certificated benefits	$1,249,433	$1,234,136			$15,297	$0
(21) Non-certificated salaries and wages	$4,750,095	$2,325,299	$761,599	$1,317,874	$345,323	$0
(22) Non-certificated benefits	$811,662	$428,261	$168,923	$134,676	$79,802	$0
(23) SUB - TOTAL	$18,545,850	$15,555,781	$930,522	$1,452,550	$606,997	$0
(24) Services, contracts & supplies	$5,246,021	$2,189,102	$1,688,013	$989,122	$336,448	$43,336
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$212,987	$212,987				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$1,394,329	$99,933	$1,294,396		$0	$0
(28) Unsupported	$577,596	$151,239	$46,893	$350,284	$29,180	$0
(29) Total Amortization	$1,971,925	$251,172	$1,341,289	$350,284	$29,180	$0
Interest on capital debt						
(30) Supported	$335,572	$0	$335,572	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0		$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$26,312,354	$18,209,042	$4,295,396	$2,791,956	$972,625	$43,336
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$929,390	$464,165	$256,464	$120,311	$88,449	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$13,799,774
Additional Funding for Differential Cost Factors	$8,716,533
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$431,645
Student Health Initiative (SHI)	$77,500
Alberta Initiative for School Improvement (AISI)	$219,389
SuperNet Services	$84,588
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$30,737
Infrastructure Maintenance Renewal (IMR)	$659,726
Other Funding from Alberta Education (describe)	$11,004
Total Alberta Education Revenues	$24,030,896

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$865,498	$792,652	$383,408		$0	$0	$2,041,558
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$429,526	$161,559	$5,727		$0		$596,812
ECS Program Unit (PUF)	$0	$173,344	$112,091		$0		$285,435
Severe Disabilities (Gr 1-12)	$321,430	$824,554	$133,132		$0		$1,279,116
English as a Second Language (ESL)		$141,893	$173		$0		$142,066
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$150,817	$25,0 0	$34,817	$8,755	$0		$219,389
Student Health Initiative	$0	$227,250	$17,277		$0		$244,527
SuperNet Service			$92,390		$0		$92,390
Class Size Initiative	$431,645	$0	$0	$0	$0		$431,645
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$10,603,306	$407,309	$987,190	$878,298	$0	$0	$12,876,105
TOTAL EXPENSES	$12,802,222	$2,753,560	$1,766,208	$887,053	$0	$0	$18,209,042

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	5.5	6.5
ECS Program Unit (PUF)	0.0	9.9
Severe Disabilities (Gr 1-12)	4.1	31.0

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$26,312,354**
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over = 4%		**5.81%**
If "Total Net Enrolled Students" are 2,000 and less = 6%		
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,528,748
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$1,528,748**
Less: 2006/2007 Board and System Administration expenses		-$972,625
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$556,123

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$252,817
Sources of School Generated Funds:				
Fundraising activities	$440,563	$289,048	$151,515	
Student fees (Non-Instructional) (Note 1)	$140,478	$84,018	$56,460	
Donations and grants to schools	$39,137	$22,189	$16,948	
Other (describe): yearbooks, clothing, Terry Fox etc	$14,069	$900	$13,169	
Net Additions to SGF	$634,247	$396,155		$238,092
Net SGF Available				$490,909
Uses of Net School Generated Funds:				
Extra-curricular activities			$74,906	
School site beautification			$0	
Field Trips			$20,795	
Equipment			$0	
Family literacy and other community resources			$22,981	
Other (describe): donations, student subsidation, awards, bank chgs, grad costs, SADD & DARE programs			$94,304	
Total Uses of Net SGF (Note 2)				$212,986
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$277,923

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 4330

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Alberta Catholic Separate Schools Regional Division No. 16
Legal Name of School Jurisdiction

1018 1 Avenue, Wainwright, Alberta, T9W 1G9
Mailing Address

Telephone (780) 842-3992 and Fax Number (780) 842-5322
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of East Central Alberta Catholic Separate Schools Regional Division No. 16 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Jim Brady	**"ORIGINAL SIGNED"**
Name	**Signature**

SUPERINTENDENT

Stephen MacKenzie	**"ORIGINAL SIGNED"**
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Iveta Paulik	**"ORIGINAL SIGNED"**
Name	**Signature**

November 26, 2007
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 4330

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AUDITORS' REPORT

To the Board of Trustees of
EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16

We have audited the statement of financial position of the **East Central Alberta Catholic Separate Schools Regional Division No. 16** as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Meyers Norris Penny LLP

November 17, 2007
Lloydminster, Saskatchewan

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 4330

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note) Restated
ASSETS			
Current assets			
Cash and temporary investments		$6,267,750	$4,404,704
Accounts receivable (net after allowances)		$438,480	$624,781
Prepaid expenses		$98,852	$107,540
Other current assets		$0	$0
Total current assets		$6,805,082	$5,137,025
School generated assets		$317,789	$242,126
Trust assets		$73,789	$72,468
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$49,698	$49,698
Buildings	$20,967,901		
Less: accumulated amortization	($4,789,076)	$16,178,825	$16,790,119
Equipment	$336,543		
Less: accumulated amortization	($90,434)	$246,109	$261,496
Vehicles	$275,792		
Less: accumulated amortization	($208,537)	$67,255	$51,464
Total capital assets		$16,541,887	$17,152,777
TOTAL ASSETS		$23,738,547	$22,604,396
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$475,462	$497,238
Deferred revenue		$1,225,333	$672,029
Deferred capital allocations		$1,575,060	$1,515,217
Current portion of all long term debt		$193,405	$232,564
Total current liabilities		$3,469,260	$2,917,048
School generated liabilities		$317,789	$242,126
Trust liabilities		$73,789	$72,468
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$353,190	$585,756
	Less: Current portion of supported debt	($193,405)	($232,564)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$14,355,972	$14,668,120
Total long term liabilities		$14,907,335	$15,335,906
TOTAL LIABILITIES		$18,376,595	$18,252,954
NET ASSETS			
Unrestricted net assets		$1,731,278	$1,404,445
Operating Reserves		$1,467,229	$829,043
Accumulated Operating Surplus (Deficit)		$3,198,507	$2,233,488
Investment in capital assets		$1,832,742	$1,898,921
Capital Reserves		$330,703	$219,033
Total Capital Funds		$2,163,445	$2,117,954
Total net assets		$5,361,952	$4,351,442
TOTAL LIABILITIES AND NET ASSETS		$23,738,547	$22,604,396

Note: Input "(Restated)" in 2006 column heading where comperatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 4330

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Restated	Actual 2006 (Note)
REVENUES			
Government of Alberta	$18,239,975	$18,098,191	$18,326,525
Federal Government and/or First Nations	$1,731	$0	$3,013
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$109,808	$105,125	$109,005
Transportation fees	$8,150	$8,300	$8,555
Other sales and services	$45,250	$15,752	$46,960
Investment income	$180,250	$173,187	$110,948
Gifts and donations	$15,157	$13,500	$20,000
Rentals of facilities	$28,406	$28,406	$25,492
Net school generated funds	$408,928	$300,000	$427,941
Gains on disposal of capital assets	$0	$0	$782
Amortization of capital allocations	$544,712	$544,712	$446,182
Total Revenues	$19,582,367	$19,287,173	$19,525,403
EXPENSES			
Certificated salaries	$10,058,527	$10,048,463	$10,611,224
Certificated benefits	$1,061,593	$1,134,048	$1,078,031
Non-certificated salaries and wages	$1,996,072	$1,981,296	$1,961,044
Non-certificated benefits	$434,696	$485,672	$416,231
Services, contracts and supplies	$3,847,869	$3,957,421	$4,722,262
Net school generated funds	$408,928	$300,000	$427,941
Capital and debt services			
Amortization of capital assets			
Supported	$544,712	$544,712	$446,182
Unsupported	$158,337	$158,337	$88,106
Total Amortization of capital assets	$703,049	$703,049	$534,288
Interest on capital debt			
Supported	$61,123	$61,123	$84,849
Unsupported	$0	$0	$0
Total Interest on capital debt	$61,123	$61,123	$84,849
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$18,571,857	$18,671,072	$19,835,870
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,010,510	$616,101	($310,467)
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$1,010,510	$616,101	($310,467)

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 4330

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note) Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$1,010,510	($310,467)
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($544,712)	($446,182)
Total amortization expense	$703,049	$534,288
Gains on disposal of capital assets	$0	($782)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$186,301	$1,381,670
Prepaids and other current assets	$8,688	($16,656)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($21,776)	($772,583)
Deferred revenue	$553,304	($116,075)
Employee future benefit expense (recovery)	$0	$0
Other (describe) Net capital allocations - non-cash transactions	$0	($716,935)
Total sources (uses) of cash from Operations	$1,895,364	($463,722)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($25,209)	($521,616)
Equipment	($39,432)	($197,632)
Vehicles	($27,518)	($39,874)
Net proceeds from disposal of capital assets	$0	$782
Other (describe) Net holdbacks - non-cash transactions	$0	($381,103)
Total sources (uses) of cash from Investing activities	($92,159)	($1,139,443)
C. FINANCING ACTIVITIES		
Capital allocations	$59,843	$305,614
Issue of long term debt	$0	$0
Repayment of long term debt	($232,566)	($232,564)
Add back: supported portion	$232,564	$232,565
Other (describe) Allocations not received in cash	$0	$1,098,038
Total sources (uses) of cash from Financing activities	$59,841	$1,403,653
Net sources (uses) of cash during year	$1,863,046	($199,512)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$4,404,704	$4,604,216
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$6,267,750	$4,404,704

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 4330

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$4,351,442	$1,898,921	$1,404,445	$829,043	$219,033
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$4,351,442	$1,898,921	$1,404,445	$829,043	$219,033
Excess(def) of revenue over expenses	$1,010,510		$1,010,510		
Board funded capital transactions		$92,158	($45,493)	($19,147)	($27,518)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($703,049)	$703,049		
Amortization of capital allocations		$544,712	($544,712)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($658,740)	$658,740	
Net transfers from operating reserves			$1,407	($1,407)	
Net transfers to capital reserves			($139,188)		$139,188
Net transfers from capital reserves			$0		
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$5,361,952	$1,832,742	$1,731,278	$1,467,229	$330,703

School Jurisdiction Code: 4330

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)

for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$1,515,217	$14,668,120
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$1,515,217	$14,668,120
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *		
Infrastructure & Transportation-School/Modular Project Capital *		
Other Government of Alberta		
Federal Government and/or First Nations		
Other sources		
Interest earned on provincial government capital allocations	$59,843	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		
Current Year Debenture Principal Repayment		$232,564
Expended capital allocations - current year	$0	$0
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$544,712
Balance at August 31, 2007	$1,575,060	$14,355,972

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2007

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings - 2.5% to 4%
Equipment & Furnishings - 10% to 20%
Vehicles & Busses - 10% to 20%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenues over the same period as the amortization expense.

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses.

f) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash and temporary investments, accounts receivable, school generated assets and liabilities, trust assets and liabilities, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

h) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the East Central Alberta Catholic Separate Schools Regional Division No. 16 does not make pension contributions for certificated staff.

j) Investments

Temporary investments are valued at the lower of cost or market value.

k) Recent Accounting Pronouncements

The Canadian Institute of Chartered Accountants issued new recommendations for the recognition and measurement of financial instruments, and amendments to the existing presentation and disclosure standards, effective for interim and annual financial statements with fiscal years beginning on or after October 1, 2006. Section 3855 *Financial Instruments - Recognition and Measurement* establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. Additionally Section 4400 *Not For Profit Organizations* will require presentation of gains, losses, revenues and expenses arising from derivatives, hedges and other financial instruments as separate components of the change in net assets. Transitional provisions are complex and vary based on the type of financial instruments under consideration. The Regional Division has not yet adopted these new standards on its financial statements.

3. CASH AND TEMPORARY INVESTMENTS

	2007	2006
Cash	$ 1,541,485	$ 352,288
Temporary Investments	4,726,265	4,052,416
	$ 6,267,750	$ 4,404,704

The jurisdiction has designated funds for both deferred capital contributions and operating and capital reserves. The investments are redeemable guaranteed investment certificates. They bear interest at prime rate less 2.1%, 2.35% and 2.1% and mature in November 2007, January 2008 and February 2008.

4. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 23,389	$ 100,349
Alberta Infrastructure and Transportation	—	—
Alberta Finance	21,117	33,443
Other Province of Alberta	8,572	4,800
Federal Government	122,369	222,705
Alberta Municipalities	146,046	156,184
Other Alberta School Jurisdictions	107,720	98,486
Other Accounts Receivable	9,267	8,814
	$ 438,480	$ 624,781

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Alberta Education	$ 166,435	$ 153,684
Alberta Finance	21,117	33,443
Other Alberta School Jurisdictions	—	27,296
Other Trade Payables and Accrued Liabilities	287,910	282,815
	$ 475,462	$ 497,238

6. DEFERRED REVENUE

	2007	2006
Alberta Infrastructure and Transportation		
Infrastructure Maintenance Program	$ 367,696	$ 421,535
Infrastructure Modernization Grant	73,277	73,277
Alberta Education		
Infrastructure Maintenance Renewal	629,238	81,137
Infrastructure Modernization Grant	15,465	15,465
Alberta Initiative for School Improvement	45,395	55,924
Class Size Initiative	64,696	—
Other Deferred Revenues	29,566	24,691
	$ 1,225,333	$ 672,029

7. LONG TERM DEBT

The debenture debt bears interest at rates varying between 8.5% and 12%. The debenture debt is fully supported by Alberta Finance. Interest paid on long term debt during 2007 was $61,123 (2006 - $84,849). Debenture payments due over the remaining years are as follows:

	Principal	Interest	Total
2007-2008	$ 193,404	$ 37,397	$ 230,801
2008-2009	109,786	17,440	127,226
2009-2010	50,000	5,368	55,368
	$ 353,190	$ 60,205	$ 413,395

8. TRUST ASSETS AND LIABILITIES

	2007	2006
Family School Liaison Program	$ 31,791	$ —
Building Better Communities	31,104	62,468
Emile & Marie Chanut Scholarship	10,894	10,000
	$ 73,789	$ 72,468

Emile & Marie Chanut Scholarship amount of $10,000 in 2006 was reclassified from accounts payable to trust liabilities and from cash and temporary investments to trust assets for comparative purposes.

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure has not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

	2007	2006
Opening balance	$ 14,668,120	$ 14,687,973
Debenture and loan principal repaid	232,564	232,565
Amortization for the year	(544,712)	(446,182)
Net capital allocations	—	193,764
	$ 14,355,972	$ 14,668,120

11. OPERATING RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Schools	$ 360,778	$ 658,740	$ (20,554)	$ 998,964
Administration	251,289	—	—	251,289
Operations/maintenance	207,886	—	—	207,886
Transportation	9,090	—	—	9,090
	$ 829,043	$ 658,740	$ (20,554)	$ 1,467,229

12. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Buildings	$ 108,125	$ 139,188	$ —	$ 247,313
Vehicles	110,908	—	(27,518)	83,390
	$ 219,033	$ 139,188	$ (27,518)	$ 330,703

13. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liability

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

14. OPERATING LEASE COMMITMENTS

Christ-King School

The Christ-King School is located in the Waverly School Building. The jurisdiction is committed to lease the school space until the building is officially transferred from the Clearview School Division No. 71 to East Central Alberta Catholic Separate Schools Regional Division No. 16. It is anticipated that the building will be transferred to the jurisdiction during the 2007-2008 school year. In 2007-2008, the jurisdiction was advised by Alberta Infrastructure and Transportation to lease the premises from the Clearview School Division No. 71 at no charge.

15. RELATED PARTY TRANSACTIONS

School jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

All related-party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

	Balances		Transactions	
2006-2007	Assets	Liabilities	Revenues	Expenses
Government of Alberta:				
Education	$ 23,389	$ 921,229	$ 18,115,467	$ 158,508
Infrastructure and Transportation	—	440,973	53,838	—
Finance	21,117	21,117	61,123	61,123
Human Resources & Employment	3,800		9,547	—
Municipal Finance Corporation	—	353,190	—	—
Other Government of Alberta	4,772	—	—	—
Other:				
Health Authorities	—	—	—	1,175
Other Alberta school jurisdictions	107,720	—	—	96,993
Post-secondary Institutions	—	—	—	41,826
TOTAL 2006-2007	$ 160,798	$ 1,736,509	$ 18,239,975	$ 359,625
TOTAL 2005-2006	$ 237,078	$ 1,447,517	$ 18,326,525	$ 452,833

16. DISCLOSURE OF SALARIES, BENEFITS AND REIMBURSED EXPENSES

	FTE	Salaries & Wages	Benefits	Total	Reimbursed Expenses
Myron Ganser (Chairman)	1	$ 4,950	$ 88	$ 5,038	$ 5,651
Jim Brady (Vice-Chairman)	1	4,350	74	4,424	5,073
Larry Wasylik (Trustee)	1	5,400	1,566	6,966	5,391
Harry Loonen (Trustee)	1	3,450	302	3,752	3,042
Mardy Charlebois (Trustee)	1	2,775	21	2,796	3,126
Debra Klein (Trustee)	1	2,850	4,592	7,442	3,668
Chris Nichols (Trustee)	1	2,625	4,593	7,218	3,793
Rob Nichols (Trustee)	1	2,925	4,441	7,366	3,044
Stephen MacKenzie (Superintendent)	1	121,608	10,455	132,063	24,444
Iveta Paulik (Secretary-Treasurer)	1	106,580	15,542	122,122	9,250
Salaries - Certificated	131	9,936,919	1,051,138	10,988,057	—
Salaries and Wages - Uncert.	59	1,860,167	403,477	2,263,644	—
		$ 12,054,599	$ 1,496,289	$ 13,550,888	

Benefits for the superintendent do not include Alberta Education contributions to the Teachers Retirement Fund pension plan.

Benefits for the Secretary-Treasurer include Registered Retirement Savings Plan contributions.

Note that the reimbursed expenses were recoveries of costs incurred while on school jurisdiction business and no personal expenses were paid by the school jurisdiction.

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The East Central Alberta Catholic Separate Schools Regional Division No. 16's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

18. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. Several budget amounts were revised where necessary to reflect significant changes and presented to the Board of Trustees during the school year. The budget amounts are presented for information purposes only and have not been audited.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

School Jurisdiction Code: 4330

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

East Central Alberta Catholic Separate Schools Regional Division No. 16
Legal Name of School Jurisdiction

1018 - 1 Avenue, Wainwright, Alberta T9W 1G9
Mailing Address

Telephone (780) 842-3992 and Fax Number (780) 842-5322
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer
To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Iveta Paulik	"ORIGINAL SIGNED"
Name	Signature

November 26, 2007
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 4330

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School Jurisdiction Cod 4330

SCHEDULE A

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education**	$18,115,467	$15,630,616	$1,598,639	$25,212	$861,000	$0
(2) **Alberta Infrastructure & Transportation**	$53,838	$0	$53,838			
(3) **Alberta Finance**	$61,123		$61,123			$0
(4) **Other - Government of Alberta**	$9,547	$9,547	$0	$0	$0	$0
(5) **Federal Government and/or First Nations**	$1,731	$1,731		$0	$0	$0
(6) **Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(7) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(8) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) **Instruction resource fees**	$109,808	$109,808				
(10) **Transportation fees**	$8,150			$8,150		
(11) **Other sales and services**	$45,250	$29,673	$0	$0	$15,577	$0
(12) **Investment income**	$180,250		$0	$0	$180,250	$0
(13) **Gifts and donations**	$15,157	$15,157	$0	$0		$0
(14) **Rentals of facilities**	$28,406	$0	$0	$0	$28,406	$0
(15) **Net school generated funds**	$408,928	$408,928			$0	
(16) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(17) **Amortization of capital allocations**	$544,712	$0	$544,712	$0		$0
(18) **TOTAL REVENUES**	$19,582,367	$16,205,460	$2,258,312	$33,362	$1,085,233	$0
EXPENSES						
(19) **Certificated salaries**	$10,058,527	$9,843,038			$215,489	$0
(20) **Certificated benefits**	$1,061,593	$1,041,517			$20,076	$0
(21) **Non-certificated salaries and wages**	$1,998,072	$1,407,577	$184,329	$26,352	$377,814	$0
(22) **Non-certificated benefits**	$434,696	$310,804	$38,358	$1,870	$83,664	$0
(23) **SUB - TOTAL**	$13,550,888	$12,602,936	$222,687	$28,222	$697,043	$0
(24) **Services, contracts & supplies**	$3,847,869	$2,773,108	$713,416	$59,807	$301,538	$0
(25) **Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26) **Net school generated funds**	$408,928	$408,928				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$544,712	$0	$544,712	$0	$0	$0
(28) Unsupported	$158,337	$38,410	$80,368	$11,727	$27,832	$0
(29) Total Amortization	$703,049	$38,410	$625,080	$11,727	$27,832	$0
Interest on capital debt						
(30) Supported	$61,123	$0	$61,123	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) **TOTAL EXPENSES**	$18,571,857	$15,823,382	$1,622,306	$99,756	$1,026,413	$0
(35) **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$1,010,510	$382,078	$636,006	($66,394)	$58,820	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$13,450,321
Additional Funding for Differential Cost Factors	$3,756,534
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$393,442
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$405,896
SuperNet Services	$69,647
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$39,627
Infrastructure Maintenance Renewal (IMR)	$0
Other Funding from Alberta Education (describe)	$0
Total Alberta Education Revenues	$18,115,467

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$906,825	$884,488	$431,881		$0	$0	$2,223,194
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$506,447	$178,503	$77,779		$0		$762,729
ECS Program Unit (PUF)	$0	$75,348	$20,560		$0		$95,908
Severe Disabilities (Gr 1-12)	$204,172	$438,766	$89,786		$0		$732,724
English as a Second Language (ESL)		$0	$0		$0		$0
French Language & Francisation	$0	$0	$0		$0		$0
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$315,091	$19,944	$70,861	$0	$0		$405,896
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$57,788		$0		$57,788
Class Size Initiative	$393,442	$0	$0	$0	$0		$393,442
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$8,558,578	$121,332	$1,865,945	$158,508	$0	$447,338	$11,151,701
TOTAL EXPENSES	$10,884,555	$1,718,381	$2,614,600	$158,508	$0	$447,338	$15,823,382

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	6.4	5.6
ECS Program Unit (PUF)	0.0	4.4
Severe Disabilities (Gr 1-12)	2.7	15.5

School Jurisdiction Code: 4330

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$18,571,857
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.66%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,051,167
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$1,051,167
Less: 2006/2007 Board and System Administration expenses		-$1,026,413
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$24,754

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$242,126
Sources of School Generated Funds:				
Fundraising activities	$263,499	$127,896	$135,603	
Student fees (Non-Instructional) (Note 1)	$76,032	$3,450	$72,582	
Donations and grants to schools	$111,529	$778	$110,751	
Other (describe):	$179,940	$14,285	$165,655	
Net Additions to SGF	$631,000	$146,409		$484,591
Net SGF Available				$726,717
Uses of Net School Generated Funds:				
Extra-curricular activities			$149,819	
School site beautification			$547	
Field Trips			$46,643	
Equipment			$47,230	
Family literacy and other community resources			$10,093	
Other (describe): Graduation, banquets, retreats, provincials, miscellaneous office expenses, etc			$154,596	
Total Uses of Net SGF (Note 2)				$408,928
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$317,789

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilites in the Statement of Financial Position.

School Jurisdiction Code: 8060

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Francophone Education Region No. 3
Legal Name of School Jurisdiction

P.O. Box 249, St Paul, AB, T0A 3A0
Mailing Address

Tel: (780) 645-3888 Fax: (780) 645-2045
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of East Central Francophone Education Region No. 3 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Reginald Roy	"original signed"
Name	Signature

SUPERINTENDENT

Donald Michaud	"original signed"
Name	Signature

SECRETARY TREASURER OR TREASURER

Claude Lampron	"original signed"
Name	Signature

11-Dec-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 8060

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JMD Joly, McCarthy & Dion CHARTERED ACCOUNTANTS

B.N. 135822831

Maurice R. Joly, CA, CFP
Barbara K. McCarthy, CA
Claude R. Dion, CA, CMA

St. Paul
5002 - 51 Ave.
Ph: (780) 645-4611
Fax: (780) 645-6644

Mailing Address:
P.O. Box 1452,
St. Paul, AB.
T0A 3A0

Elk Point
4906 - 48 St.
Ph: (780) 724-3300

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES

East Central Francophone Education Region No. 3

We have audited the statement of financial position of the East Central Francophone Education Region No. 3 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

ST. PAUL, ALBERTA
November 21, 2007

Joly McCarthy & Dion
CHARTERED ACCOUNTANTS

CA Members of The Institute of Chartered Accountants of Alberta

School Jurisdiction Code: 8060

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$690,965	$326,265
Accounts receivable (net after allowances)		$328,967	$243,196
Prepaid expenses		$4,835	$6,037
Other current assets		$0	$0
Total current assets		$1,024,767	$575,498
School generated assets		$72,971	$78,321
Trust assets		$174,057	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$126,554	$126,554
Buildings	$16,903,489		
Less: accumulated amortization	($3,103,181)	$13,800,308	$14,284,176
Equipment	$1,515,862		
Less: accumulated amortization	($533,295)	$982,567	$859,479
Vehicles	$134,165		
Less: accumulated amortization	($49,537)	$84,628	$72,939
Total capital assets		$14,994,057	$15,343,148
TOTAL ASSETS		$16,265,852	$15,996,967
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$102,070	$125,833
Deferred revenue		$256,332	$256,310
Deferred capital allocations		$97,480	$167,383
Current portion of all long term debt		$24,486	$24,073
Total current liabilities		$480,368	$573,599
School generated liabilities		$72,971	$78,321
Trust liabilities		$174,057	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$45,500	$56,849
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($24,486)	($24,073)
Other long term liabilities		$0	$0
Unamortized capital allocations		$14,459,075	$14,980,127
Total long term liabilities		$14,727,117	$15,091,224
TOTAL LIABILITIES		$15,207,485	$15,664,823
NET ASSETS			
Unrestricted net assets		$526,300	$25,972
Operating Reserves		$42,585	$0
Accumulated Operating Surplus (Deficit)		$568,885	$25,972
Investment in capital assets		$489,482	$306,172
Capital Reserves		$0	$0
Total Capital Funds		$489,482	$306,172
Total net assets		$1,058,367	$332,144
TOTAL LIABILITIES AND NET ASSETS		$16,265,852	$15,996,967

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements

School Jurisdiction Code: 8060

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$8,281,758	$7,670,029	$7,521,140
Federal Government and/or First Nations	$488,345	$17,135	$303,331
Other Alberta school authorities	$0	$0	$55,285
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$25,784	$26,240	$24,096
Transportation fees	$6,055	$2,300	$4,960
Other sales and services	$24,246	$79,600	$39,628
Investment income	$25,450	$0	$2,096
Gifts and donations	$5,843	$0	$5,843
Rentals of facilities	$0	$0	$0
Net school generated funds	$58,362	$30,000	$69,655
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$594,065	$344,646	$535,962
Total Revenues	$9,509,908	$8,169,950	$8,561,996
EXPENSES			
Certificated salaries	$3,960,643	$4,023,679	$3,526,132
Certificated benefits	$446,400	$469,226	$407,570
Non-certificated salaries and wages	$798,257	$687,048	$789,015
Non-certificated benefits	$204,707	$197,426	$168,092
Services, contracts and supplies	$2,680,862	$2,242,676	$2,108,262
Net school generated funds	$58,362	$30,000	$69,655
Capital and debt services			
Amortization of capital assets			
Supported	$594,065	$344,646	$535,962
Unsupported	$39,336	$39,634	$37,368
Total Amortization of capital assets	$633,401	$384,280	$573,330
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$545	$40,000	$35,748
Losses on disposal of capital assets	$508	$0	$0
Total Expenses	$8,783,685	$8,074,335	$7,677,804
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$726,223	$95,615	$884,192
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$726,223	$95,615	$884,192

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 8060

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$726,223	$884,192
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($594,065)	($535,962)
Total amortization expense	$633,401	$573,330
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$508	$0
Changes in accrued accounts:		
Accounts receivable	($85,771)	$1,055,116
Prepaids and other current assets	$1,202	$135,097
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($23,763)	($1,222,853)
Deferred revenue	$22	($11,910)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$657,757	$877,010
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,110)	($367,249)
Equipment	($250,685)	($527,608)
Vehicles	($40,033)	$0
Net proceeds from disposal of capital assets	$9,010	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($284,818)	($894,857)
C. FINANCING ACTIVITIES		
Capital allocations	$3,110	$362,994
Issue of long term debt	$19,086	$33,638
Repayment of long term debt	($30,435)	($12,709)
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	($8,239)	$383,923
Net sources (uses) of cash during year	$364,700	$366,076
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$326,265	($39,811)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$690,965	$326,265

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 8060

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$332,144	$306,172	$25,972	$0	$0
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$332,144	$306,172	$25,972	$0	$0
Excess(def) of revenue over expenses	$726,223		$726,223		
Board funded capital transactions		$220,815	($220,815)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($633,401)	$633,401		
Amortization of capital allocations		$594,065	($594,065)		
Disposal of unsupported capital assets	$0	($9,518)	$9,518		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$11,349	($11,349)		
Net transfers to operating reserves			($42,585)	$42,585	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$1,058,367	$489,482	$526,300	$42,585	$0

School Jurisdiction Code: 8060

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006		$167,383	$14,980,127
Prior period adjustment		$0	$0
Adjusted balance, August 31, 2006		$167,383	$14,980,127
Add:			
Restricted capital allocations from:	Alberta Education-School/Modular Project Capital *	$3,110	
	Infrastructure & Transportation-School/Modular Project Capital *	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Net Proceeds on disposal of supported capital assets		$0	
Insurance proceeds (and related interest)		$0	
Donated capital assets (amortizable, @ fair market value)			$0
Transferred in capital assets (amortizable, @ net book value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		($73,013)	$73,013
Less:			
Net book value of supported capital assets disposition, write-off, or transfer; Other		$0	$0
Capital allocations amortized to revenue			$594,065
Balance at August 31, 2007		$97,480	$14,459,075

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

1. Authority and Purpose

The School Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on certain funding allocations and administration expenses.

The jurisdiction is exempt from tax under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the contributions.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

2. **Summary of Significant Accounting Policies** (continued)

b) Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5-4%
Equipment	10-20%
Vehicles	20%

Only capital assets with costs in excess of $5,000 are capitalized. The amortization of the asset will commence in the fiscal year following the year of acquisition. Any capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trips, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school-generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial Instruments

These consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

2. Summary of Significant Accounting Policies (continued)

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdictions to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the East Central Francophone Education Region No. 3 does not make pension contributions for certified staff.

The school board along with the active uncertified members contribute to an RRSP plan. The employer expense for this pension plan is $ 45,777 for the year ended August 31, 2007 (2006 - $35,931).

j) Investments

Short-term investments are valued at the lower of cost or market.

3. Accounts Receivable

	2007	2006
Alberta Education	$ 121,948	$ 53,968
Other Province of Alberta	--	6,550
Federal Government	139,692	113,459
Other	67,327	69,219
	$ 328,967	$ 243,196

4. Bank Indebtedness

The jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime. This line of credit is secured by a borrowing resolution and a general security agreement. The maximum line of credit limit will be reduced as follows:

September 1, 2007	$ 800,000
September 1, 2008	600,000
September 1, 2009	400,000

5. Accounts Payable and Accrued Liabilities

	2007	2006
Other	$ 102,070	$ 125,833

6. Deferred Revenue

	2007	2006
Infrastructure Maintenance Program (from AI & T)	$ 5,883	$ 182,510
Infrastructure Maintenance Renewal (from Education)	233,253	38,990
Minor modernization funding	9,636	9,636
HR & E contract funding	7,560	25,174
	$ 256,332	$ 256,310

7. Deferred Capital Allocations

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure has not been made at year end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

8. Long Term Debt

Loans - Unsupported	2007	2006
a) GMAC loan, due in year 2009 payable $487 monthly without interest. Secured by vehicle.	$ 10,712	$ 16,555
b) GMAC loan, due in year 2008 payable $541 monthly without interest. Secured by vehicle.	541	7,031
c) GMAC loan, due in year 2009 payable $978 monthly without interest. Secured by vehicle.	21,523	33,263
d) Ford Credit loan, due in year 2009 payable $530 monthly without interest. Secured by vehicle.	12,724	--
	45,500	56,849
Less current portion of long term debt	24,486	24,073
	$ 21,014	$ 32,776

The principal due over the next two years are as follows:

2008	$ 24,486
2009	21,014

9. Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended.

10. Economic Dependence on Related Third Party

The school jurisdiction's primary source of income is from the Alberta Government. The jurisdiction's ability to continue viable operations is dependent on this funding.

11. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. Commitments

The school jurisdiction currently leases its administration offices. The future minimum payments under this operating lease is as follows:

2008	$ 7,800
2009	7,800
2010	7,800
2011	1,300
	$ 24,700

13. Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange, called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements as the value of equity is subject to liability claims.

14. Comparative Figures

The comparative figures have been reclassified where necessary to conform to the 2007 presentation.

15. Related Party Transactions

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The East Central Francophone Education Region No. 3 had related party transactions for the year ended August 31, 2007 with the following entities recorded on the statement of Revenues and Expenses and Statement of Financial Position, at the amount of consideration agreed upon between the related parties.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

15. Related Party Transactions (continued)

	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenue	Expenses
2006-2007				
Government of Alberta:				
Education	$ 121,948	$ --	$ 8,201,605	$ --
Finance	--	--	2,289	--
Human Resources/Employment	--	--	77,864	--
Other:				
Post-secondary institutions	5,833	--	--	--
Other Alberta school jurisdictions	--	--	--	268,115
Total 2006-2007	$ 127,781	$ --	$ 8,281,758	$ 268,115
Total 2005-2006	$ 60,518	$ --	$ 7,576,425	$ 36,921

16. Remuneration and Monetary Incentives

The East Central Francophone Education Region No. 3 has paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

	FTE	Remuneration	Benefits	Total	Expenses
Board Members					
Chairperson					
Reginald Roy	1.00	$ 7,060	$ 70	$ 7,130	$ 4,656
Other Board Members					
Murielle St. Arnault	1.00	4,295	18	4,313	1,028
Leo Piquette	1.00	6,800	104	6,904	7,824
Allain Dallaire	1.00	4,275	18	4,293	2,471
Ernest Piquette	1.00	5,010	20	5,030	958
Subtotal		27,440	230	27,670	16,937
Superintendent					
Donald Michaud	1.00	126,533	10,074	136,607	17,011
Secretary/Treasurer					
Claude Lampron	.60	53,667	8,314	61,981	3,941
Certified Teachers	55.10	3,834,110	436,326	4,270,436	
Non-certified - other	28.25	717,150	196,163	913,313	
Total		$ 4,758,900	$ 651,107	$ 5,410,007	

School Jurisdiction Code: 8060

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

East Central Francophone Education Region No. 3
Legal Name of School Jurisdiction

Box 249 St-Paul, Alberta T0A 3A0
Mailing Address

(780) 645-3888 (780) 645-2045
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Claude Lampron
Name

"ORIGINAL SIGNED"
Signature

11-Dec-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 8060

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SCHEDULE A

School Jurisdiction Cod 8060

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$8,201,605	$5,449,647	$1,054,429	$1,070,345	$523,184	$104,000
(2) Alberta Infrastructure & Transportation	$0	$0				
(3) Alberta Finance	$0		$0			$0
(4) Other - Government of Alberta	$80,153	$77,864	$2,289	$0	$0	$0
(5) Federal Government and/or First Nations	$488,345	$204,917	$43,202	$0	$0	$240,226
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$25,784	$25,784				
(10) Transportation fees	$6,055			$6,055		
(11) Other sales and services	$24,246	$22,668	$0	$0	$1,578	$0
(12) Investment income	$25,450	$25,352	$98	$0	$0	$0
(13) Gifts and donations	$5,843	$5,843	$0	$0		$0
(14) Rentals of facilities	$0	$0	$0	$0	$0	$0
(15) Net school generated funds	$58,362	$58,362			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$594,065	$106,386	$487,679	$0		$0
(18) TOTAL REVENUES	$9,509,908	$5,976,823	$1,587,697	$1,076,400	$524,762	$344,226
EXPENSES						
(19) Certificated salaries	$3,960,643	$3,809,860			$150,783	$0
(20) Certificated benefits	$446,400	$434,147			$12,253	$0
(21) Non-certificated salaries and wages	$798,257	$524,325	$125,611	$27,332	$96,021	$24,968
(22) Non-certificated benefits	$204,707	$144,658	$31,779	$6,248	$16,894	$5,128
(23) SUB - TOTAL	$5,410,007	$4,912,990	$157,390	$33,580	$275,951	$30,096
(24) Services, contracts & supplies	$2,680,862	$677,764	$567,686	$879,693	$241,589	$314,130
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$58,362	$58,362				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$594,065	$106,386	$487,679	$0	$0	$0
(28) Unsupported	$39,336	$21,350	$9,336	$1,682	$6,968	$0
(29) Total Amortization	$633,401	$127,736	$497,015	$1,682	$6,968	$0
Interest on capital debt						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$545	$545	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$508	$0	$127	$127	$254	$0
(34) TOTAL EXPENSES	$8,783,685	$5,777,397	$1,222,218	$915,082	$524,762	$344,226
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$726,223	$199,426	$365,479	$161,318	$0	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$2,937,021
Additional Funding for Differential Cost Factors	$4,803,791
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$69,748
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$64,944
SuperNet Services	$24,168
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$5,723
Infrastructure Maintenance Renewal (IMR)	$192,210
Other Funding from Alberta Education (describe) online francophone support	$104,000
Total Alberta Education Revenues	$8,201,605

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$423,204	$221,680	$126,046		$0	$0	$770,930
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$60,630	$52,314	$0		$0		$112,944
ECS Program Unit (PUF)	$0	$51,919	$4,001		$0		$55,920
Severe Disabilities (Gr 1-12)	$60,630	$165,282	$0		$0		$225,912
English as a Second Language (ESL)	$62,400	$22,982	$286		$0		$85,668
French Language & Francisation	$245,920	$56,800	$8,009		$0		$310,729
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$38,756	$0	$22,503	$4,537	$0		$65,796
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$24,168		$0		$24,168
Class Size Initiative	$69,748	$0	$0	$0	$0		$69,748
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$3,282,719	$98,006	$370,136	$118,078	$0	$186,643	$4,055,582
TOTAL EXPENSES	$4,244,007	$668,983	$555,149	$122,615	$0	$186,643	$5,777,397

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.7	2.2
ECS Program Unit (PUF)	0.0	2.0
Severe Disabilities (Gr 1-12)	0.7	6.0

School Jurisdiction Code: 8060

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$8,783,685**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$527,021
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	530	
	$424,483	$527,021
2006-2007 MAXIMUM EXPENSE LIMIT		**$527,021**
Less: 2006/2007 Board and System Administration expenses		-$524,762
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$2,259

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2006				$78,321
Sources of School Generated Funds:				
Fundraising activities	$262,223	$211,758	$50,465	
Student fees (Non-Instructional) (Note 1)	$0	$0	$0	
Donations and grants to schools	$2,431	$0	$2,431	
Other (describe): interest	$117	$0	$117	
Net Additions to SGF	$264,771	$211,758		$53,013
Net SGF Available				$131,334
Uses of Net School Generated Funds:				
Extra-curricular activities			$43,377	
School site beautification			$0	
Field Trips			$14,457	
Equipment			$0	
Family literacy and other community resources			$528	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$58,362
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$72,972

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 110

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Edmonton Catholic Separate School District No. 7
Legal Name of School Jurisdiction

9807 - 106 Street, Edmonton, Alberta, T5K 1C2
Mailing Address

Telephone - 780-441-6000 Fax - 780-441-6149
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Edmonton Catholic Separate School District No. 7 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Cindy Olsen	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Joan Carr	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Andrew Isbister	"ORIGINAL SIGNED"
Name	Signature

27-Nov-07
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 110

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Deloitte.

Deloitte & Touche LLP
2000 Manulife Place
10180 - 101 Street
Edmonton AB T5J 4E4
Canada

Tel: (780) 421-3611
Fax: (780) 421-3782
www.deloitte.ca

Auditors' Report

To the Board of Trustees
Edmonton Catholic Separate School District No. 7

We have audited the statement of financial position of the Edmonton Catholic Separate School District No. 7 as at August 31, 2007, and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2007, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants

October 19, 2007

School Jurisdiction Code: 110

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$23,044,077	$9,959,880
Accounts receivable (net after allowances)		$11,408,904	$12,666,744
Prepaid expenses		$2,989,637	$2,484,881
Other current assets		$394,848	$294,183
Total current assets		$37,837,466	$25,405,688
School generated assets		$0	$0
Trust assets		$3,079,915	$4,315,590
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$4,939,308	$4,939,308
Buildings	$218,169,158		
Less: accumulated amortization	($121,744,083)	$96,425,075	$95,849,835
Equipment	$8,215,702		
Less: accumulated amortization	($5,240,351)	$2,975,351	$2,606,086
Vehicles	$1,403,858		
Less: accumulated amortization	($981,221)	$422,637	$301,628
Total capital assets		$104,762,371	$103,696,857
TOTAL ASSETS		$145,679,752	$133,418,135
LIABILITIES			
Current liabilities			
Bank indebtedness		$51,311	$16,379
Accounts payable and accrued liabilities		$21,249,214	$19,689,923
Deferred revenue		$7,253,772	$4,558,806
Deferred capital allocations		$576,163	$1,635,997
Current portion of all long term debt		$1,237,932	$1,522,799
Total current liabilities		$30,368,392	$27,423,904
School generated liabilities		$0	$0
Trust liabilities		$3,079,915	$4,315,590
Employee future benefits liability		$2,303,663	$2,145,797
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$5,594,859	$7,117,658
Less: Current portion of supported debt		($1,237,932)	($1,522,799)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$81,585,678	$80,586,874
Total long term liabilities		$91,326,183	$92,643,120
TOTAL LIABILITIES		$121,694,575	$120,067,024
NET ASSETS			
Unrestricted net assets		$5,420,718	($3,504,846)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$5,420,718	($3,504,846)
Investment in capital assets		$17,581,834	$15,992,325
Capital Reserves		$982,625	$863,632
Total Capital Funds		$18,564,459	$16,855,957
Total net assets		$23,985,177	$13,351,111
TOTAL LIABILITIES AND NET ASSETS		$145,679,752	$133,418,135

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$258,850,049	$260,420,258	$236,776,928
Federal Government and/or First Nations	$2,715,323	$1,883,214	$1,989,876
Other Alberta school authorities	$0	$0	$155,281
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$9,452,920	$8,000,000	$8,341,117
Transportation fees	$3,181,236	$3,236,620	$2,689,394
Other sales and services	$5,469,275	$3,130,000	$5,071,709
Investment income	$1,236,718	$75,000	$490,850
Gifts and donations	$711,719	$500,000	$611,183
Rentals of facilities	$2,217,448	$2,400,000	$2,447,093
Net school generated funds	$3,130,408	$3,500,000	$3,363,211
Gains on disposal of capital assets	$451,600	$0	$2,389,000
Amortization of capital allocations	$4,421,201	$4,000,000	$4,653,196
Total Revenues	$291,837,897	$287,145,092	$268,978,838
EXPENSES			
Certificated salaries	$135,405,431	$135,000,000	$128,317,276
Certificated benefits	$15,620,137	$15,862,500	$15,088,143
Non-certificated salaries and wages	$50,702,836	$53,000,000	$46,015,950
Non-certificated benefits	$10,531,451	$10,500,000	$9,841,458
Services, contracts and supplies	$59,245,377	$61,427,740	$52,964,331
Net school generated funds	$3,130,408	$3,500,000	$3,363,211
Capital and debt services			
Amortization of capital assets			
Supported	$4,421,201	$4,000,000	$4,653,196
Unsupported	$1,145,679	$800,000	$1,055,104
Total Amortization of capital assets	$5,566,880	$4,800,000	$5,708,300
Interest on capital debt			
Supported	$622,011	$622,012	$787,086
Unsupported	$0	$0	$0
Total Interest on capital debt	$622,011	$622,012	$787,086
Other interest charges	$379,277	$0	$317,703
Losses on disposal of capital assets	$23	$0	$483,715
Total Expenses	$281,203,831	$284,712,252	$262,887,173
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$10,634,066	$2,432,840	$6,091,665
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$10,634,066	$2,432,840	$6,091,665

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 110

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$10,634,066	$6,091,665
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($4,421,201)	($4,653,196)
Total amortization expense	$5,566,880	$5,708,300
Gains on disposal of capital assets	($451,600)	($2,389,000)
Losses on disposal of capital assets	$23	$483,715
Changes in accrued accounts:		
Accounts receivable	$1,257,840	$6,354,155
Prepaids and other current assets	($605,421)	($600,738)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$1,559,291	$4,448,744
Deferred revenue	$2,694,966	($604,918)
Employee future benefit expense (recovery)	$157,866	$50,279
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$16,392,710	$14,889,006
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($102,510)
Buildings	($5,301,716)	($2,871,501)
Equipment	($1,138,560)	($838,693)
Vehicles	($202,453)	($139,767)
Net proceeds from disposal of capital assets	$10,335	$0
Other (describe)	$451,577	$2,389,000
Total sources (uses) of cash from Investing activities	($6,180,817)	($1,563,471)
C. FINANCING ACTIVITIES		
Capital allocations	$2,837,372	$5,557,158
Issue of long term debt	$0	$0
Repayment of long term debt	($1,522,799)	($1,733,170)
Add back: supported portion	$1,522,799	$1,733,170
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$2,837,372	$5,557,158
Net sources (uses) of cash during year	$13,049,265	$18,882,693
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$9,943,501	($8,939,192)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$22,992,766	$9,943,501

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 110

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$13,351,111	$15,992,325	($3,504,846)	$0	$863,632
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$13,351,111	$15,992,325	($3,504,846)	$0	$863,632
Excess(def) of revenue over expenses	$10,634,066		$10,634,066		
Board funded capital transactions		$2,745,523	($2,745,523)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($5,566,880)	$5,566,880		
Amortization of capital allocations		$4,421,201	($4,421,201)		
Disposal of unsupported capital assets	$0	($10,335)	$10,335		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			$0	$0	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			($118,993)		$118,993
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$23,985,177	$17,581,834	$5,420,718	$0	$982,625

School Jurisdiction Code: 110

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$1,635,997	$80,586,874
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$1,635,997	$80,586,874
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$2,776,830	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$60,542	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$1,522,799
Expended capital allocations - current year	($3,897,206)	$3,897,206
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$4,421,201
Balance at August 31, 2007	$576,163	$81,585,678

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

EDMONTON CATHOLIC SEPARATE SCHOOL DISTRICT NO. 7
Notes to the Financial Statements
Year ended August 31, 2007

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1. AUTHORITY AND PURPOSE

The Edmonton Catholic Separate School District No. 7 (the "District") operates under the provisions of the School Act, Chapter S-3 Revised, Statutes of Alberta 2000, and through its own bylaws. The District is directed by an elected Board of Trustees, has approximately 3,500 employees and 85 schools and is responsible for the education of approximately 32,750 students.

The District receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The District is limited on certain funding allocations and administration expenses.

2. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles ("GAAP") and accounting policies consistent with those prescribed by Alberta Education for Alberta school districts. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition

Revenue is recognized as follows:

(i) Government operating grants are recognized as revenue in the period received, or, where the grants relate to a future period, they are deferred and recognized in the subsequent period. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered. Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(ii) Contributions restricted for the acquisition of capital assets having a limited life and for retirement of capital debt are recorded as deferred capital contributions. Once expended, they are transferred to unamortized deferred capital contributions, which are amortized to revenue over the useful lives of the related assets.

(iii) Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value of the services and due to the fact that such assistance is generally not purchased, contributed services are not recognized in the financial statements.

Cash and bank indebtedness

Cash includes cash and short-term investments with maturities of three months or less. Bank indebtedness represents cheques issued in excess of bank balance.

2. ACCOUNTING POLICIES (continued)

Inventories

Inventories are recorded at the lower of cost and net realizable value.

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following annual rates:

Buildings	2.5% - 4%
Industrial, instructional and office equipment	10% and 20%
Automotive equipment	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Pensions

Pension costs included in these statements comprise the costs of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension is equivalent to the annual contributions of $3,317,620 (2006 - $3,045,781) for the year ended August 31, 2007.

At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 - a deficiency of $863,558,000).

Employee future benefits

The District accrues its obligations under employee future benefit plans, excluding pension benefits, and expenses the related costs. As at August 31, 2007, the recorded obligation is $2,303,663 (2006 - $2,145,797). The total expense recorded in the financial statements is $157,866 (2006 - $50,279).

Funds collected by schools

Funds generated from school activities are included with the assets, liabilities, revenue and expenses of the District as accountability and control of these funds rests with the District.

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. ACCOUNTING POLICIES (continued)

Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure certain programs are delivered, such as kindergarten, lunch services and raising school-generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Financial instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the District, to set aside funds for operating and future capital expenditures. Such reserves are appropriations of unrestricted net assets.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Significant areas requiring the use of management's estimates include the collectible amounts of accounts receivable, the useful lives of capital assets and the corresponding rates of amortization, the amount of accrued liabilities and the fair value of financial instruments.

3. CASH HELD IN TRUST

Cash is held in trust on behalf of the Edmonton Student Health Initiative Partnership. The Edmonton Student Health Initiative Partnership was created so that school-aged children in Edmonton, in particular those with special needs, have access to culturally-responsive health and related support services they need to participate in their school programs and attain their potential. The District was appointed banker for the partnership and is responsible for distributing the cash in accordance with the wishes of the partnership.

4. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 1,834,948	$ 2,898,639
Alberta Finance	251,322	338,619
Supplementary requisition	7,420,244	7,969,716
Other	1,902,390	1,459,770
	$ 11,408,904	$ 12,666,744

5. CAPITAL ASSETS

	2007			2006
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 4,939,308	$ -	$ 4,939,308	$ 4,939,308
Buildings	214,625,165	121,744,083	92,881,082	95,783,972
Industrial, instructional and office equipment	8,215,702	5,240,351	2,975,351	2,606,086
Automotive equipment	1,403,858	981,221	422,637	301,628
Construction in progress	3,543,993	-	3,543,993	65,863
	$ 232,728,026	$ 127,965,655	$ 104,762,371	$ 103,696,857

6. BANK INDEBTEDNESS

Bank indebtedness consists of cheques written in excess of bank balances. In addition, the District has a $10,000,000 Canadian Dollar Demand Overdraft available. The balance outstanding as of August 31, 2007, was nil. Interest is charged at prime less 0.5%. The District is subject to interest rate risk on outstanding balances as overdraft interest fluctuates with the prime interest rate.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITES

	2007	2006
Alberta Education	$ 7,582,031	$ 7,969,717
Alberta Finance	251,322	338,620
Federal Government	-	51
Other	13,415,861	11,381,535
	$ 21,249,214	$ 19,351,252

8. DEFERRED REVENUE

	2007	2006
Alberta Education - Infrastructure Maintenance & Renewal	$ 2,948,251	$ 21,895
Alberta Education - Other	300,000	-
Other	4,005,521	4,536,911
	$ 7,253,772	$ 4,558,806

9. DEFERRED CAPITAL CONTRIBUTIONS AND UNAMORTIZED DEFERRED CAPITAL CONTRIBUTIONS

	2007		2006	
	Deferred Capital Contributions	Unamortized Deferred Capital Contributions	Deferred Capital Contributions	Unamortized Deferred Capital Contributions
Balance, beginning of year	$ 1,635,997	$ 80,586,874	$ -	$ 79,585,739
Government grants	2,776,830	-	5,555,967	-
Interest earned	60,542	-	1,191	-
Expended on capital assets	(3,897,206)	3,897,206	(3,921,161)	3,921,161
Debt retirement	-	1,522,799	-	1,733,170
Amortization of capital assets acquired from capital contributions	-	(4,421,201)	-	(4,653,196)
	$ 576,163	$ 81,585,678	$ 1,635,997	$ 80,586,874

Deferred Capital Contributions represent externally restricted supported captial funds provided for a specific purpose received or receivable by the District, but the related expenditure had not been made at year-end. When expended, these deferred capital contributions are transferred to unamortized capital allocations.

9. DEFERRED CAPITAL CONTRIBUTIONS AND UNAMORTIZED DEFERRED CAPITAL CONTRIBUTIONS (continued)

Unamortized Capital Contributions represent externally-restricted supported captial funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized deferred capital contribution account balance is increased by transfers of deferred capital contributions expended, as well as fully supported debentrue principal repayments.

10. DEBENTURE DEBT

In prior years, the District has issued debentures to the Alberta Capital Finance Authority (formerly Alberta Municipal Finance Corporation) to finance construction of capital assets. These debentures mature in annual amounts to the year 2020 and interest is payable at rates ranging from 8% to 12% per annum. The debenture debt is fully supported by Alberta Finance.

Principal payments due on debenture debt over the next five years and thereafter are as follows:

	Principal	Interest	Total
2008	$ 1,237,932	$ 552,331	$ 1,790,263
2009	1,169,936	426,201	1,596,137
2010	1,056,660	307,890	1,364,550
2011	936,742	201,871	1,138,613
2012	551,232	108,271	659,503
Thereafter	642,357	90,062	732,419
	$ 5,594,859	$ 1,686,626	$ 7,281,485

11. RESERVES

	2007			2006
	Operating	Capital	Total	Total
Balance, beginning of year	$ -	$ 863,632	$ 863,632	$ -
Transfers from operations	-	-	-	-
Proceeds from sale of land	-	437,355	437,355	2,389,000
Approved transfer for deficit reduction	-	-	-	(1,356,995)
Purchase of land	-	-	-	(102,510)
Critical repairs of non-school buildings	-	(318,362)	(318,362)	- (65,863)
	$ -	$ 982,625	$ 982,625	$ 863,632

Reserves of $126,500 (2006 - $375,000) have been approved by the Board and the Minister to complete certain critical repairs of non-school buildings, of which $318,362 ($2006 - $65,863) have been spent. The remaining reserves are available for the Board and Minister approved projects in the future.

12. ASSET RETIREMENT OBLIGATIONS

Asset Retirement Obligations represent legal obligations associated with the retirement of a tangible long-lived asset that result from its acquisition, construction, development or normal operation. The District has accounted for asset retirement obligations and determined that there is no liability as the District has no identifiable asset retirement obligations.

13. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The District's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

The District received allocations from the following related parties: Alberta Education, Alberta Finance, and Family and Social Services.

In the current year, $48,731,727 or 16.7% (2006 - $46,934,823 or 17.4%) of operating revenue was received from the City of Edmonton supplementary requisition of municipal taxes from Catholic ratepayers.

14. RELATED PARTY TRANSACTIONS

Effective 2005-2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The District had the following related party transactions for the year ended August 31, 2007.

	Balances		Transactions	
2006-2007	Assets (at cost or net realizable value)	Liabilities (at fair value)	Revenues	Expenses
Government of Alberta				
Education	$ 1,834,948	$ 7,882,031	$ 258,228,038	$ -
Finance	251,322	251,322	622,011	-
Other Alberta school jurisdictions	-	-	-	-
Total 2006-2007	$ 2,086,270	$ 8,133,353	$ 258,850,049	$ -
Total 2005-2006	$ 2,898,639	$ 9,627,608	$ 236,932,209	$ -

15. BUDGET COMPARISON

Following is a summary of revenue and expenses compared with the approved budget:

	Actual	Budget	Variance
Revenue			
Provincial grants and supplementary requisition	$ 258,550,142	$ 260,420,258	$ (1,870,116)
Other revenue	28,866,554	22,724,834	6,141,720
	287,416,696	283,145,092	4,271,604
Amortization of deferred capital contributions	4,421,201	4,000,000	421,201
	291,837,897	287,145,092	4,692,805
Expenses			
Salaries and employee benefits	212,259,855	214,362,500	(2,102,645)
Supplies and other	63,563,589	65,549,752	(1,986,163)
Amortization of capital assets	5,566,880	4,800,000	766,880
	281,390,324	284,712,252	(3,321,928)
Deficiency of revenue over expenses	$ 10,447,573	$ 2,432,840	$ 8,014,733

The budget was prepared by the School District and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

16. REMUNERATION AND MONETARY INCENTIVES

The District had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

EDMONTON CATHOLIC SEPARATE SCHOOL DISTRICT NO. 7

Notes to the Financial Statements

Year ended August 31, 2007

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's/ Other	Total	Expenses
Chairperson:									
Name	Debbie Engel	1.0	$50,783	$1,546	$0			$52,330	$5,813
Other Board Members:									
Name	Judy Buddle	1.0	$35,922	$1,056	$0			$36,978	$4,948
Name	Debbie Cavaliere	1.0	$37,867	$1,120	$0			$38,987	$4,636
Name	Patrick MacDonald	1.0	$29,326	$1,062	$0			$30,388	$2,070
Name	Mark Razzolini	1.0	$28,700	$817	$0			$29,518	$2,686
Name	Janice Sarich	1.0	$34,031	$993	$0			$35,025	$5,514
Name	Jim Urlacher	1.0	$32,171	$0	$0			$32,171	$5,722
Subtotal		*7.0*	*$248,802*	*$6,595*	*$0*			*$255,397*	*$31,389*
Superintendent	Joan Carr	1.0	$174,828	$8,860	$0	$0	$0	$183,688	$301
Board Treasurer	Andrew Isbister	1.0	$134,144	$20,956	$0	$0	$0	$155,100	$1,661
Board Secretary	Andrea Klotz	1.0	$69,900	$13,523	$0	$0	$0	$83,424	$394
Certificated Salaries		1,826.1	$135,230,603	$15,611,277	$0	$0	$0	$150,841,880	
Uncertificated Salaries & Wages		1,073.1	$50,249,990	$10,490,376	$0	$0	$0	$60,740,366	
TOTALS			$186,108,267	$26,151,588	$0	$0	$0	$212,259,855	

17. APPROVAL OF FINANCIAL STATEMENTS

The Board of Trustees has approved these financial statements.

18. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2006 presentation.

School Jurisdiction Code: 110

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Edmonton Catholic Separate School District No. 7
Legal Name of School Jurisdiction

9807 - 106 Street, Edmonton, Alberta, T5K 1C2
Mailing Address

Telephone - 780-441-6000 Fax - 780-441-6149
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Andrew Isbister, CMA	"ORIGINAL SIGNED"
Name	Signature

27-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 110

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SCHEDULE A

School Jurisdiction Cod 110

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$258,228,038	$207,371,171	$32,545,534	$10,305,496	$8,005,837	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$622,011		$622,011			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$2,715,323	$762,784	$0	$0	$0	$1,952,539
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$9,452,920	$9,452,920				
(10) Transportation fees	$3,181,236			$3,181,236		
(11) Other sales and services	$5,469,275	$4,951,445	$0	$0	$0	$517,830
(12) Investment income	$1,236,718	$1,236,718	$0	$0	$0	$0
(13) Gifts and donations	$711,719	$711,719	$0	$0		$0
(14) Rentals of facilities	$2,217,448	$0	$2,217,448	$0	$0	$0
(15) Net school generated funds	$3,130,408	$3,130,408			$0	
(16) Gains on disposal of capital assets	$451,600	$451,600	$0	$0	$0	$0
(17) Amortization of capital allocations	$4,421,201	$0	$4,421,201	$0		$0
(18) TOTAL REVENUES	$291,837,897	$228,068,765	$39,806,194	$13,486,732	$8,005,837	$2,470,369
EXPENSES						
(19) Certificated salaries	$135,405,431	$134,956,780			$448,651	$0
(20) Certificated benefits	$15,620,137	$15,594,129			$26,008	$0
(21) Non-certificated salaries and wages	$50,702,836	$30,658,034	$13,061,270	$385,664	$5,130,306	$1,467,562
(22) Non-certificated benefits	$10,531,451	$6,699,451	$2,853,496	$70,908	$880,102	$27,494
(23) SUB - TOTAL	$212,259,855	$187,908,394	$15,914,766	$456,572	$6,485,067	$1,495,056
(24) Services, contracts & supplies	$59,245,377	$26,950,957	$18,020,790	$12,426,839	$959,299	$887,492
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$3,130,408	$3,130,408				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$4,421,201	$0	$4,421,201	$0	$0	$0
(28) Unsupported	$1,145,679	$799,486	$113,308	$0	$229,372	$3,513
(29) Total Amortization	$5,566,880	$799,486	$4,534,509	$0	$229,372	$3,513
Interest on capital debt						
(30) Supported	$622,011	$0	$622,011	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$379,277	$38,501	$0	$0	$332,076	$8,700
(33) Losses on disposal of capital assets	$23	$0	$0	$0	$23	$0
(34) TOTAL EXPENSES	$281,203,831	$218,827,746	$39,092,076	$12,883,411	$8,005,837	$2,394,761
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$10,634,066	$9,241,019	$714,118	$603,321	$0	$75,608

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$166,965,262
Additional Funding for Differential Cost Factors	$66,901,138
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$10,034,732
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$3,961,024
SuperNet Services	$555,884
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$109,973
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$375,458
Infrastructure Maintenance Renewal (IMR)	$8,427,221
Other Funding from Alberta Education (describe) One Time Grant, Portable Moves, WCB	$897,370
Total Alberta Education Revenues	$258,228,038

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$18,826,466	$12,980,608	$6,019,933		$0	$0	$37,827,007
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$5,323,642	$3,432,817	$762,962		$0		$9,519,421
ECS Program Unit (PUF)	$855,750	$5,064,905	$730,510		$0		$6,651,165
Severe Disabilities (Gr 1-12)	$1,792,389	$13,101,515	$94,145		$0		$14,988,049
English as a Second Language (ESL)	$1,925,036	$137,775	$49,563		$0		$2,112,374
French Language & Francisation	$183,780	$48,809	$28,319		$0		$260,908
Enhanced ESL/Francisation & Supports for Immigrant Students	$488,308	$948,154	$347,763		$0		$1,783,225
First Nations, Metis and Inuit Education	$971,214	$927,267	$546,594		$0		$2,445,075
Alberta Initiative for School Improvement	$3,775,689	$833	$18,774	$165,728	$0		$3,961,024
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$555,884		$0		$555,884
Class Size Initiative	$10,034,732	$0	$0	$0	$0		$10,034,732
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$106,372,903	$718,802	$16,906,050	$4,891,147	$0	$0	$128,888,902
TOTAL EXPENSES	$150,550,909	$37,357,485	$25,762,477	$5,056,875	$0	$0	$218,827,746

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	65.3	85.7
ECS Program Unit (PUF)	10.5	126.4
Severe Disabilities (Gr 1-12)	22.0	326.9

School Jurisdiction Code: 110

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$281,203,831

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$11,248,153

Considerations for Charter Schools and Small School Boards

If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	32,751	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$11,248,153
Less: 2006/2007 Board and System Administration expenses		-$8,005,837
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$3,242,316

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$0
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$102,531	$0	$102,531	
Student fees (Non-Instructional) (Note 1)	$0	$0	$0	
Donations and grants to schools	$3,027,878	$0	$3,027,878	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$3,130,409	$0		$3,130,409
Net SGF Available				$3,130,409
Uses of Net School Generated Funds:				
Extra-curricular activities			$1,106,405	
School site beautification			$332,476	
Field Trips			$846,643	
Equipment			$785,452	
Family literacy and other community resources			$59,433	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$3,130,409
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$0

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 3020

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EDMONTON SCHOOL DISTRICT NO.7
Legal Name of School Jurisdiction

ONE KINGSWAY, EDMONTON, AB T5H 4G9
Mailing Address

TEL.NO: (780) 429-8000 FAX NO: (780) 429-8318
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of EDMONTON SCHOOL DISTRICT NO.7 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
B. ESSLINGER	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
E. SCHMIDT	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
D.R. POWER	"ORIGINAL SIGNED"
Name	Signature

November 27, 2007
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 3020

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KPMG LLP
Chartered Accountants
10125 – 102 Street
Edmonton AB T5J 3V8
Canada

Telephone (780) 429-7300
Fax (780) 429-7379
Internet www.kpmg.ca

AUDITORS' REPORT

We have audited the statement of financial position of the Edmonton School District No. 7 as at August 31, 2007 and 2006 and the statements of revenues and expenses, changes in net assets and cash flows for the years then ended. These financial statements have been prepared to comply with the accounting requirements prescribed by Alberta Education in the Guidelines for the School Jurisdiction Audited Financial Statements for the Year Ended August 31, 2007. These financial statements, which are presented in the format prescribed by Alberta Education, are the responsibility of the School Board's Administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by administration, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2007 and 2006 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

KPMG LLP

Chartered Accountants

Edmonton, Canada
October 31, 2007

KPMG LLP, is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International, a Swiss cooperative.

School Jurisdiction Code: 3020

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note) Restated
ASSETS			
Current assets			
Cash and temporary investments		$82,655,421	$23,301,767
Accounts receivable (net after allowances)		$11,969,922	$10,937,015
Prepaid expenses		$1,060,469	$1,149,099
Other current assets		$5,390,656	$5,486,363
Total current assets		$101,076,468	$40,874,244
School generated assets		$4,541,127	$3,999,386
Trust assets		$642,641	$649,559
Long term accounts receivable		$1,716,148	$1,639,112
Long term investments		$0	$0
Capital assets			
Land		$837,590	$837,590
Buildings	$630,074,357		
Less: accumulated amortization	($384,353,722)	$245,720,635	$250,807,401
Equipment	$215,841,625		
Less: accumulated amortization	($188,949,769)	$26,891,856	$26,357,779
Vehicles	$2,943,343		
Less: accumulated amortization	($2,145,473)	$797,870	$569,544
Total capital assets		$274,247,951	$278,572,314
TOTAL ASSETS		$382,224,335	$325,734,615
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$30,819,900	$24,345,605
Deferred revenue		$17,848,969	$4,782,359
Deferred capital allocations		$10,211,484	$2,581,446
Current portion of all long term debt		$4,717,754	$4,896,727
Total current liabilities		$63,598,107	$36,606,137
School generated liabilities		$4,541,127	$3,999,386
Trust liabilities		$642,641	$649,559
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$1,716,148	$1,639,112
Long term debt			
Supported: Debentures and other supported debt		$19,765,394	$24,360,551
Less: Current portion of supported debt		($4,411,312)	($4,595,157)
Unsupported: Debentures and Capital Loans		$1,940,460	$2,242,030
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($306,442)	($301,570)
Other long term liabilities		$0	$0
Unamortized capital allocations		$161,496,673	$164,015,101
Total long term liabilities		$185,384,689	$192,009,012
TOTAL LIABILITIES		$248,982,796	$228,615,149
NET ASSETS			
Unrestricted net assets		$13,408,159	$5,605,644
Operating Reserves		$22,700,000	$0
Accumulated Operating Surplus (Deficit)		$36,108,159	$5,605,644
Investment in capital assets		$91,045,425	$87,810,856
Capital Reserves		$6,087,955	$3,702,966
Total Capital Funds		$97,133,380	$91,513,822
Total net assets		$133,241,539	$97,119,466
TOTAL LIABILITIES AND NET ASSETS		$382,224,335	$325,734,615

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 3020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Restated	Actual 2006 (Note) Restated
REVENUES			
Government of Alberta	$636,277,592	$591,419,294	$584,845,635
Federal Government and/or First Nations	$2,383,117	$1,325,976	$2,232,600
Other Alberta school authorities	$4,111,039	$2,431,054	$4,364,642
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$3,293,211	$2,289,374	$3,375,092
Transportation fees	$8,028,332	$8,425,660	$6,704,985
Other sales and services	$21,972,544	$15,407,718	$19,151,632
Investment income	$3,373,456	$0	$1,059,827
Gifts and donations	$5,794,946	$1,257,623	$4,640,589
Rentals of facilities	$2,700,607	$1,685,485	$2,704,084
Net school generated funds	$13,555,111	$10,210,483	$13,934,693
Gains on disposal of capital assets	$1,863,285	$0	$1,875,914
Amortization of capital allocations	$11,558,476	$11,665,000	$12,721,007
Total Revenues	$714,911,716	$646,117,667	$657,610,700
EXPENSES			
Certificated salaries	$334,521,157	$301,559,082	$324,562,584
Certificated benefits	$41,639,444	$36,791,735	$35,729,255
Non-certificated salaries and wages	$128,022,615	$112,070,090	$122,450,544
Non-certificated benefits	$27,136,197	$24,103,481	$27,291,871
Services, contracts and supplies	$107,307,607	$120,445,169	$98,936,964
Net school generated funds	$13,555,111	$10,210,483	$13,934,692
Capital and debt services			
Amortization of capital assets			
Supported	$11,558,476	$11,665,000	$12,721,007
Unsupported	$12,664,245	$13,462,000	$13,144,290
Total Amortization of capital assets	$24,222,721	$25,127,000	$25,865,297
Interest on capital debt			
Supported	$2,136,827	$2,154,000	$2,622,307
Unsupported	$112,488	$95,000	$112,488
Total Interest on capital debt	$2,249,315	$2,249,000	$2,734,795
Other interest charges	$273,829	$1,253,000	$231,026
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$678,927,996	$633,809,040	$651,737,028
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$35,983,720	$12,308,627	$5,873,672
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$35,983,720	$12,308,627	$5,873,672

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with [illegible]berta Education.

School Jurisdiction Code: 3020

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note) Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$35,983,720	$5,873,672
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($11,558,476)	($12,721,007)
Total amortization expense	$24,222,721	$25,865,297
Gains on disposal of capital assets	($1,863,285)	($1,875,914)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($1,032,907)	$9,268,205
Prepaids and other current assets	$184,337	($301,672)
Long term accounts receivable	($77,036)	($1,639,112)
Long term investments	$0	$0
Payables and accrued liabilities	$6,551,331	$2,311,832
Deferred revenue	$13,066,610	($1,101,002)
Employee future benefit expense (recovery)	$0	$0
Other (describe) Capital Assets Retirement Costs written back	$143,777	$41,715
Total sources (uses) of cash from Operations	$65,620,792	$25,722,014
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($12,589,852)	($6,870,413)
Equipment	($7,681,402)	($5,375,340)
Vehicles	($332,054)	($108,285)
Net proceeds from disposal of capital assets	$1,971,500	$2,120,606
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($18,631,808)	($10,233,432)
C. FINANCING ACTIVITIES		
Capital allocations	$12,666,240	$5,055,112
Issue of long term debt	$0	$0
Repayment of long term debt	($4,896,727)	($5,868,844)
Add back: supported portion	$4,595,157	$4,805,458
Other (describe)		
Total sources (uses) of cash from Financing activities	$12,364,670	$3,991,726
Net sources (uses) of cash during year	$59,353,654	$19,480,308
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$23,301,767	$3,821,459
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$82,655,421	$23,301,767

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 3020

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$97,119,466	$87,810,856	$5,605,644	$0	$3,702,966
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$97,119,466	$87,810,856	$5,605,644	$0	$3,702,966
Excess(def) of revenue over expenses	$35,983,720		$35,983,720		
Board funded capital transactions		$15,567,106	($15,567,106)	$0	$0
Direct credits to net assets	$138,353	$138,353			
Amortization of capital assets		($24,222,721)	$24,222,721		
Amortization of capital allocations		$11,558,476	($11,558,476)		
Disposal of unsupported capital assets	$0	($108,215)	($1,863,285)		$1,971,500
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$301,570	($301,570)		
Net transfers to operating reserves			($22,700,000)	$22,700,000	
Net transfers from operating reserves			$0	$0	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			($413,489)		$413,489
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$133,241,539	$91,045,425	$13,408,159	$22,700,000	$6,087,955

School Jurisdiction Code: 3020

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$2,581,446	$164,015,101
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$2,581,446	$164,015,101
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$11,659,760	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources		
Interest earned on provincial government capital allocations	$276,230	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$730,250	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$4,595,157
Expended capital allocations - current year	($5,036,202)	$5,036,202
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$591,311
Capital allocations amortized to revenue		$11,558,476
Balance at August 31, 2007	$10,211,484	$161,496,673

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

NOTES TO FINANCIAL STATEMENTS

August 31, 2007
(amounts in thousands)

1. Authority and purpose

Edmonton School District No. 7 (the District) is empowered to provide public education through bylaws approved by its Board of Trustees and pursuant to the provisions of the Alberta School Act.

2. Significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAPP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Capital assets

Capital assets are recorded at original cost and commencing in the year following the year of acquisition, amortization is recorded on a straight-line basis over the estimated useful lives of the assets using the following rates:

Buildings and site improvements	2.5% to 10%
Furniture and equipment	10% and 20%
Vehicles	10%

Revenue recognition

The District receives funds from the province for instruction, support and capital purposes under Alberta Government Regulations.

Grants from the province that are restricted for the acquisition of capital assets are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations, which are amortized on the same basis and at the same rates as are applied to amortization of the cost of the assets. The accumulated surplus is not impacted as the additional income is offset by the additional capital asset amortization expense of an equal amount.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction has been met.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Inventories

Inventories consist of supplies valued at the lower of average cost or net realizable value.

Financial Instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable and accruals; trust funds and long-term debt. It is the management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 60 (2) of the *School Act* and Section 5 of the *Trustees Act*.

Capital Reserve

An amount equal to the net proceeds of sale of capital assets and interest generated by these funds is transferred to the capital reserve. The utilization of the reserve is restricted to capital expenditures under external restrictions or internal restrictions at the discretion of the Board of Trustees.

Operating Reserve

The operating reserve represents school and central services decision units' unspent budget allocations. When expenditures are made from the unspent budget allocations, the operating reserve will be drawn down accordingly. This reserve cannot result in a negative unrestricted net asset balance.

Asset Retirement Obligation

The District recognizes the fair value of future asset retirement obligation as a liability in which it incurs a legal obligation associated with the retirement of tangible long-lived assets that result from the acquisition, construction, development and/or normal use of the assets. The District concurrently recognizes a corresponding increase in the carrying amount of the related long-lived asset that is amortized over the life of the asset. The fair market value of the asset retirement obligation is estimated using the expected cash flow approach that reflects a range of possible outcomes discounted at a credit-adjusted risk-free interest rate.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

Subsequent to the initial measurement, the asset retirement obligation is adjusted at the end of each period to reflect the passage of time and changes in the estimated future cash flows underlying the obligation. Changes in the obligation due to the changes in estimated cash flows are recognized as an adjustment of the carrying amount of the related long-lived asset that is amortized over the remaining life of the asset. The District has a legal obligation to remove hazardous materials from District buildings. A liability is recognized at the point in time when a reasonable estimate of fair value can be made which is generally when support for such obligation is provided.

Pensions

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the Local Authorities Pension Plan, which is a multi-employer pension plan. The service costs for employees for the current year of $8,106 (2006 - $7,657) are included in these statements and comprise the District costs of employer contribution.

3. Related party transactions

Alberta Education, Alberta Infrastructure and Alberta Finance are the departments of the Government of Alberta which administer education, various school boards and school board infrastructure funding.

The Edmonton School District No. 7's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

The District had the following transactions with Alberta Education, Alberta Infrastructure and Alberta Finance.

	2007	2006
Alberta Education		
Funding Received	$ 617,683	$ 572,530
Alberta Infrastructure		
Infrastructure Maintenance Program	14,335	7,290
Modernization Block Funding Program	49	844
Capital Allocations	12,666	5,055
	27,050	13,189

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

	2007	2006
Alberta Finance		
Capital Block - supported capital debt interest	2,154	2,622
Capital Block - supported capital debt principal repayment	4,595	4,806
	6,749	7,428
Other	2,057	1,560
Total funding received	$ 653,539	$ 594,707

4. Accounts Receivable

Accounts receivable comprises:

	2007	2006
Province of Alberta	$ 5,068	$ 8,226
Federal Government	2,155	1,603
Other Alberta School Jurisdictions	540	584
Other	4,207	524
Total	$ 11,970	$ 10,937

5. School generated funds

(a) School generated assets arise from the receipt of monies for various services and activities offered by individual schools such as student unions, yearbooks, instructional materials, textbook rentals, field trips and fundraising projects of various types. Any excess of receipts over disbursements from these services and activities is placed on deposit with various chartered banks and is available for future use by the schools.

	2007	2006
School generated assets		
Cash	$ 7,375	$ 5,965
Term deposits	1,279	1,182
	8,654	7,147
Inventory		
Bookstore	25	18
Cafeteria	1	1
	26	19
Refundable deposits and advance fees	(4,139)	(3,167)
Net Assets and Funds	$ 4,541	$ 3,999

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

(b) School Generated Funds revenue and expenses have been reported net of cost recoveries as follows:

	2007	2006
Total School Generated Funds	$ 15,188	$ 15,596
Less: Related cost recoveries	1,633	1,661
Net	$ 13,555	$ 13,935

6. Capital Assets

	2007			2006
	Cost	Accumulated Amortization	Carrying Value	Carrying Value
Land	$ 838	-	$ 838	$ 838
Buildings and site improvements	630,074	384,354	245,720	250,808
Furniture and equipment	215,842	188,950	26,892	26,358
Vehicles	2,943	2,146	797	568
	$ 849,697	$ 575,450	$ 274,247	$ 278,572

7. Accounts payable and accruals

Accounts payable and accruals comprise:

	2007	2006
Province of Alberta	$ 3,510	$ 1,622
Federal Government	587	884
Other	26,723	21,840
Total	$ 30,820	$ 24,346

8. Deferred Revenue

Deferred revenue comprises:

	2007	2006
Foreign Students Fees	$ 2,773	$ 3,452
Deferred Block Funding Revenue	14,459	233
Metro Continuing Education Fees	297	449
Curriculum & Programs	56	180
District Technology	86	289
Other	178	179
Total	$ 17,849	$ 4,782

NOTES TO FINANCIAL STATEMENTS . . . continued
August 31, 2007
(amounts in thousands)

Change in deferred revenue during the year:

	2007	2006
Balance at beginning of year	$ 4,782	$ 5,883
Add: Funding received during the year	35,893	17,439
	40,675	23,322
Less: Amount recognized as revenue for the year	22,826	18,540
Balance at end of year	$ 17,849	$ 4,782

9. Long-Term Debt

Principal payments and interest for the next five years and to maturity on debenture debt outstanding at August 31, 2007 are approximately as follows:

Year Ending August 31	Principal	Interest	Total
2008	$ 4,718	$ 2,002	$ 6,720
2009	4,339	1,547	5,886
2010	3,928	1,134	5,062
2011	3,409	766	4,175
2012	2,883	453	3,336
2013 – maturity	2,428	290	2,718
Total	$ 21,705	$ 6,192	$ 27,897

Interest is payable at various rates ranging from 4.04% to 12.00%, with an overall effective rate of 9.22% on the total long-term debt of:

	2007	2006
Total debenture debt	$ 21,705	$ 26,602
Due within one year	4,718	4,897
	$ 16,987	$ 21,705

The total district debenture debt will be repaid by the year 2015. The fair value of long-term debt does not differ significantly from its carrying value.

The current portion of long-term debt includes amounts payable by Alberta Finance for supported debt principal. As this amount is not payable by the District, the District's working capital has been increased as follows:

	2007	2006
Working Capital Surplus per statements	$ 47,689	$ 6,849
Supported Current Portion of long-term debt	4,411	4,595
	$ 52,100	$ 11,444

The District paid $2,476 (2006 - $3,018) interest on long-term debt in the year.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

10. Deferred Capital Allocations

Capital allocations received for qualifying capital projects initiated by the District have been capitalized. These allocations are transferred to unamortized capital allocations as the capital expenditure is incurred. Details of the changes in the deferred capital allocations account are as follows:

	2007	2006
Balance at beginning of year	$ 2,581	$ 978
Allocations received and receivable during the year	12,666	5,952
Transfers to Unamortized Capital Allocations	(5,036)	(4,349)
Balance at end of year	$ 10,211	$ 2,581

11. Unamortized Capital Allocations

Unamortized capital allocations (UCA) represent the jurisdiction's net investment in supported capital assets other than land and equipment purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the related amortization expense being deducted. Transfers from deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2007	2006
Balance at beginning of year	$ 164,015	$ 167,562
Supported Debenture Principal Repayment	4,595	4,806
Transfer from Investment in Capital Assets (Net)	-	33
Retirement of Asset – net	(591)	(14)
Transfer from Deferred Capital Allocations	5,036	4,349
Transfer to Capital Allocation Revenue	(11,558)	(12,721)
Balance at end of year	$ 161,497	$ 164,015

12. Asset Retirement Obligation

The District records an asset retirement obligation for the removal of hazardous material from District buildings once the amount is deemed determinable. The following is a reconciliation of the changes in the asset retirement obligation during the year:

	2007	2006
Balance, beginning year	$ 1,639	$ -
Liabilities incurred during the year	724	1,639
Liabilities relieved during the year	(724)	-
Accretion expense	77	-
Balance, end of year	$ 1,716	$ 1,639

The accretion expense is included in other services expenses. The undiscounted estimated cash flows required to settle the obligation range from $1,716 to $1,888 during the years 2007 to 2009. The cash flows are discounted using a credit-adjusted risk-free rate of 4.49% (2006 - 4.7%).

Other assumptions used by management to determine the carrying amount of the asset retirement obligation are: labour costs based on current marketplace wages required to hire contractors to remove the hazardous materials; market risk premium for unforeseeable circumstances; and the rate of inflation over the expected years to settlement.

Funding for the above obligations at the end of year have been fully committed by Alberta Education and Alberta Infrastructure and are represented as accounts receivable of $1,716 in the statement of financial position. Other retirement obligations have not been recognized because a reasonably determinable fair value cannot be established with a reasonable certainty of time.

13. Commitments

a) Building Projects: The District is committed to further capital expenditures for the new construction and modernization projects of approximately $108,717 (2006 - $69,009). It is anticipated that these costs will be fully funded by the capital allocations from Alberta Education.

b) Lease of Premises: The district is committed to lease of premises for the following years:

Year Ending August 31	2007	2006
2008	$ 2,430	$ 2,258
2009	2,261	2,098
2010	2,181	1,428
2011	2,025	1,365
2012	2,075	1,219
2013 – Thereafter	16,294	15,000
Total	$ 27,266	$ 23,368

c) Purchase Order commitments: As at August 31, 2007 the district has $2,191 (2006 - $2,376) outstanding purchase orders relating to services and contracts.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2007
(amounts in thousands)

14. Remuneration and Monetary Incentives (amounts in dollars)

The Edmonton School District No. 7 had paid or accrued expenses for the year ended August 31, 2007 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's/ Other	Note	Total	Expenses
Chairperson: B.Esslinger	1.0	$ 41,408	$ 5,504	$ 2,655	$ -	$ -		$ 49,567	$ 4,238
Other Board Members									
D.Williams	1.0	32,849	1,351	2,655	-	-		36,855	5,537
S.Hansen	1.0	35,574	490	2,655	-	-		38,719	9,424
G.Nicholson	1.0	32,746	490	2,655	-	-		35,891	10,035
D.Fleming	1.0	30,276	6,266	2,655	-	-		39,197	6,057
G.Gibeault	1.0	31,383	4,469	2,655	-	-		38,507	8,160
W.Keiver	1.0	32,466	6,425	2,655	-	-		41,546	5,068
D.Colburn	1.0	29,488	6,259	2,654	-	-		38,401	8,915
K.Gibson	1.0	29,836	5,162	2,654	-	-		37,652	276
Sub-Total	**9.0**	**296,026**	**36,416**	**23,893**	-	-		**356,335**	**57,710**
Superintendent L.Thomson	0.3	78,223	5,445	3,309	-	181,554	(1)	268,531	2,423
Superintendent G.R.Holt	0.4	50,555	996	1,096	-	-		52,647	1,407
Superintendent E.Schmidt	0.3	71,985	3,473	92	-	-		75,550	1,015
Board Secretary A.Sherwood	1.0	96,663	17,693	2,655	-	-		117,011	4,311
Board Treasurer D.R.Power	1.0	136,079	22,372	2,655	-	-		161,106	$ 2,605
Certificated Teachers	4,404.5	334,521,157	41,639,444	-	-	-		376,160,601	
Non-Certificated (Other)	2,900.7	125,040,343	26,868,248	2,221,041	-	-		154,129,632	
TOTAL	7,317.2	$ 460,289,031	$68,594,087	$ 2,254,741	$ -	$ 181,554		$ 531,319,413	

Note: (1) This amount is made up of the following:

One year severance payment	179,000
Supplementary Pension Plan	2,554
Total	181,554

15. The Urban Schools Insurance Consortium

The District is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers' favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The District's share of the accumulated consortium funds as at August 31, 2007 was $1,826 (2006 - $ 1,918). This amount has not been recognized in the district's financial statements, as the revenue has not been realized by the District.

16. Comparative Figures

The comparative figures for 2006 have been reclassified where necessary, to conform to the current year's presentation.

School Jurisdiction Code: 3020

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

EDMONTON SCHOOL DISTRICT NO.7
Legal Name of School Jurisdiction

ONE KINGSWAY, EDMONTON, AB T5H 4G9
Mailing Address

TEL.NO: (780) 429-8000 FAX NO: (780) 429-8318
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

D.R. POWER	"ORIGINAL SIGNED"
Name	Signature

November 27, 2007
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3020

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SCHEDULE A

School Jurisdiction Cod 3020

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education**	$632,066,981	$511,798,297	$69,367,034	$18,985,528	$24,707,305	$7,208,817
(2) **Alberta Infrastructure & Transportation**	$0	$0	$0			
(3) **Alberta Finance**	$2,153,503		$2,153,503			$0
(4) **Other - Government of Alberta**	$2,057,108	$180,238	$0	$0	$82,284	$1,794,586
(5) **Federal Government and/or First Nations**	$2,383,117	$1,759,646	$0	$0	$95,325	$528,146
(6) **Other Alberta school authorities**	$4,111,039	$925,215	$0	$19,343	$164,442	$3,002,039
(7) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(8) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) **Instruction resource fees**	$3,293,211	$3,293,211				
(10) **Transportation fees**	$8,028,332			$8,028,332		
(11) **Other sales and services**	$21,972,544	$14,253,015	$77,036	$0	$875,820	$6,766,673
(12) **Investment income**	$3,373,456	$3,238,518	$0	$0	$134,938	$0
(13) **Gifts and donations**	$5,794,946	$5,794,946	$0	$0		$0
(14) **Rentals of facilities**	$2,700,607	$1,117,693	$0	$0	$108,024	$1,474,890
(15) **Net school generated funds**	$13,555,111	$13,012,907			$542,204	
(16) **Gains on disposal of capital assets**	$1,863,285	$0	$1,788,754	$0	$74,531	$0
(17) **Amortization of capital allocations**	$11,558,476	$0	$11,558,476	$0		$0
(18) **TOTAL REVENUES**	$714,911,716	$555,373,686	$84,944,803	$27,033,203	$26,784,873	$20,775,151
EXPENSES						
(19) **Certificated salaries**	$334,521,157	$327,499,903			$1,790,125	$5,231,129
(20) **Certificated benefits**	$41,639,444	$40,778,378			$222,868	$638,198
(21) **Non-certificated salaries and wages**	$128,022,615	$77,783,941	$34,001,629	$602,154	$10,383,008	$5,251,883
(22) **Non-certificated benefits**	$27,136,197	$16,765,834	$7,453,658	$127,372	$1,853,695	$935,638
(23) **SUB - TOTAL**	$531,319,413	$462,828,056	$41,455,287	$729,526	$14,249,696	$12,056,848
(24) **Services, contracts & supplies**	$107,307,607	$35,416,964	$32,510,652	$25,735,985	$4,925,703	$8,718,303
(25) **Cost recoveries between programs**	$0	$0	$0	$0	$0	$0
(26) **Net school generated funds**	$13,555,111	$13,555,111				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$11,558,476	$0	$11,558,476	$0	$0	$0
(28) Unsupported	$12,664,245	$8,133,354	$4,342,243	$8,358	$180,290	$0
(29) Total Amortization	$24,222,721	$8,133,354	$15,900,719	$8,358	$180,290	$0
Interest on capital debt						
(30) Supported	$2,136,827	$527,608	$1,514,895	$11,629	$82,695	$0
(31) Unsupported	$112,488	$0	$112,488	$0	$0	$0
(32) Other interest charges	$273,829	$273,829	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) **TOTAL EXPENSES**	$678,927,996	$520,734,922	$91,494,041	$26,485,498	$19,438,384	$20,775,151
(35) **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM**	$35,983,720	$34,638,764	($6,549,238)	$547,705	$7,346,489	$0

School Jurisdiction Code: 3020

SCHEDULE B
ALBERTA EDUCATiON REVENUE 2006-2007

	TOTAL
Base Funding	$404,044,678
Additional Funding for Differential Cost Factors	$159,010,034
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$26,206,620
Student Health Initiative (SHI)	$1,442,688
Alberta Initiative for School Improvement (AISI)	$9,899,968
SuperNet Services	$1,389,660
Children and Youth with Complex Needs	$108,681
Other Provincial Support Funding	
Institutional Programs	$5,770,404
Regional Consortium and Regional Educational Consulting Services	$2,807,607
Learning Resources Credit Allocation	$904,200
Infrastructure Maintenance Renewal (IMR)	$14,384,362
Other Funding from Alberta Education (describe) See attached schedule	$6,098,079
Total Alberta Education Revenues	$632,066,981

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$43,735,082	$1,475,880	$1,864,656		$0	$0	$47,075,618
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$28,396,802	$11,950,242	$4,063,988		$0		$44,411,032
ECS Program Unit (PUF)	$4,028,230	$13,830,720	$2,544,435		$0		$20,403,385
Severe Disabilities (Gr 1-12)	$13,533,526	$13,237,534	$1,415,913		$0		$28,186,973
English as a Second Language (ESL)	$2,034,513	$4,619,037	$870,537		$0		$7,524,087
French Language & Francisation	$261,022	$96,030	$89,597		$0		$446,649
Enhanced ESL/Francisation & Supports for Immigrant Students	$731,500	$332,500	$266,000		$0		$1,330,000
First Nations, Metis and Inuit Education	$3,730,380	$1,636,195	$1,857,244		$0		$7,223,819
Alberta Initiative for School Improvement	$6,141,624	$151,352	$3,375,469	$288,748	$0		$9,957,193
Student Health Initiative	$0	$1,262,785	$179,903		$0		$1,442,688
SuperNet Service			$1,389,660		$0		$1,389,660
Class Size Initiative	$26,206,620	$0	$0	$0	$0		$26,206,620
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$108,681		$0		$108,681
All Other Student Instruction Expenses (ECS - Gr 12)	$239,478,982	$45,957,700	$11,109,096	$5,992,837	$0	$22,489,903	$325,028,517
TOTAL EXPENSES	$368,278,281	$94,549,775	$29,135,379	$6,281,585	$0	$22,489,903	$520,734,922

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	353.7	324.8
ECS Program Unit (PUF)	85.3	205.3
Severe Disabilities (Gr 1-12)	168.7	327.8

School Jurisdiction Code: 3020

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		$678,927,996
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 =6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expenses		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$27,157,120
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolment	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$27,157,120
Less: 2006/2007 Board and System Administration expenses		-$19,438,384
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$7,718,736

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$3,999,386
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$3,925,877	$1,631,398	$2,294,479	
Student fees (Non-Instructional) (Note 1)	$11,363,812	$0	$11,363,812	
Donations and grants to schools	$330,471	$0	$330,471	
Other (describe):	$109,500	$1,410	$108,090	
Net Additions to SGF	$15,729,660	$1,632,808		$14,096,852
Net SGF Available				$18,096,238
Uses of Net School Generated Funds:				
Extra-curricular activities			$9,519,327	
School site beautification			$52	
Field Trips			$3,590,818	
Equipment			$425,344	
Family literacy and other community resources			$19,570	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$13,555,111
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$4,541,127

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 46

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Catholic Separate Regional Division #41
Legal Name of School Jurisdiction

160 Festival Way; Sherwood park, AB T8A 5Z2
Mailing Address

Phone (780) 467-8896 Fax (780) 467-5469
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Elk Island Catholic Separate Regional Division #41 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Tony Sykora	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Chris Diachuk	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Alberta Hutchings	"ORIGINAL SIGNED"
Name	Signature

21-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jerry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 46

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Hawkings Epp Dumont LLP
Chartered Accountants

E.A. Hawkings, CA*
M.H. Epp, CA, CMA*
P.J. Dirks, CA*
L.M. Custer, CMA
D.M. Goulet-Soetaert, CA, CMA*
K.A. van Roijen, CGA

P.J. Dirks, CA*
T.D. Tinney, CA*
T.G. Dodd, CA*
C.M. Kulak, CA*
B.L. Moore, CMA*

J.S. Hawkings, CA*
C.D. Friesen, CA*
M.M. Friedman, CGA
J.M. Kennedy, CA
C.S. Guilbeault, CA

Suite 101
17107 - 107 Avenue
Edmonton, Alberta T5S 1G3
Telephone (780) 489-9606
Fax (780) 484-9689
Email: hed@hed-edm.com

AUDITORS' REPORT

To the Board of Trustees of
Elk Island Catholic Separate Regional Division No. 41
Sherwood Park, Alberta

We have audited the statement of financial position of Elk Island Catholic Separate Regional Division No. 41 (the "Division") as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Hawkings Epp Dumont LLP

Edmonton, Alberta
November 2, 2007

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
Phone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com
*Professional Corporation

School Jurisdiction Code: 46

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$7,956,473	$4,421,449
Accounts receivable (net after allowances)		$2,435,158	$2,396,989
Prepaid expenses		$128,755	$121,479
Other current assets		$8,694	$0
Total current assets		$10,529,080	$6,939,918
School generated assets		$627,040	$615,682
Trust assets		$90,872	$62,267
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,656,711	$1,656,711
Buildings	$64,531,240		
Less: accumulated amortization	($34,144,644)	$30,386,596	$30,586,923
Equipment	$5,748,359		
Less: accumulated amortization	($3,225,315)	$2,523,044	$2,827,441
Vehicles	$3,368,233		
Less: accumulated amortization	($1,997,133)	$1,371,100	$1,360,498
Total capital assets		$35,937,451	$36,431,573
TOTAL ASSETS		$47,184,443	$44,049,440
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,022,575	$2,923,902
Deferred revenue		$2,044,360	$755,793
Deferred capital allocations		$0	$36,763
Current portion of all long term debt		$1,227,181	$1,264,981
Total current liabilities		$6,294,116	$4,981,439
School generated liabilities		$627,040	$615,682
Trust liabilities		$90,872	$62,267
Employee future benefits liability		$580,152	$766,493
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$4,789,575	$6,054,556
	Less: Current portion of supported debt	($1,227,181)	($1,264,981
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$26,517,459	$25,609,053
Total long term liabilities		$31,377,917	$31,843,070
TOTAL LIABILITIES		$37,672,033	$36,824,509
NET ASSETS			
Unrestricted net assets		$886,484	$363,460
Operating Reserves		$3,499,352	$1,775,941
Accumulated Operating Surplus (Deficit)		$4,385,836	$2,139,401
Investment in capital assets		$4,630,424	$4,767,972
Capital Reserves		$496,150	$317,557
Total Capital Funds		$5,126,574	$5,085,529
Total net assets		$9,512,410	$7,224,930
TOTAL LIABILITIES AND NET ASSETS		$47,184,443	$44,049,440

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 46

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$46,726,691	$47,973,391	$43,894,404
Federal Government and/or First Nations	$97,597	$86,000	$99,160
Other Alberta school authorities	$0	$0	$698
Out of province authorities	$0	$6,800	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$366,734	$375,205	$390,064
Transportation fees	$132,421	$118,900	$118,294
Other sales and services	$1,128,772	$818,652	$1,209,980
Investment income	$310,266	$32,500	$184,131
Gifts and donations	$19,000	$26,500	$25,051
Rentals of facilities	$88,259	$46,200	$82,469
Net school generated funds	$169,840	$130,000	$95,243
Gains on disposal of capital assets	$1,800	$3,000	$16,486
Amortization of capital allocations	$2,032,312	$1,967,670	$2,015,342
Total Revenues	$51,073,692	$51,584,818	$48,131,323
EXPENSES			
Certificated salaries	$25,257,211	$26,105,518	$23,832,845
Certificated benefits	$3,184,064	$3,132,662	$3,097,658
Non-certificated salaries and wages	$7,980,874	$7,938,073	$7,533,836
Non-certificated benefits	$1,602,592	$1,587,614	$1,708,636
Services, contracts and supplies	$7,408,811	$9,408,545	$6,708,696
Net school generated funds	$169,840	$130,000	$95,243
Capital and debt services			
Amortization of capital assets			
Supported	$2,032,312	$1,967,670	$2,015,342
Unsupported	$589,467	$490,187	$530,467
Total Amortization of capital assets	$2,621,779	$2,457,857	$2,545,809
Interest on capital debt			
Supported	$561,013	$561,013	$699,897
Unsupported	$0	$0	$0
Total Interest on capital debt	$561,013	$561,013	$699,897
Other interest charges	$27	$3,900	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$48,786,211	$51,325,182	$46,222,620
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$2,287,481	$259,636	$1,908,703
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$2,287,481	$259,636	$1,908,703

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 46

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$2,287,481	$1,908,703
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($2,032,312)	($2,015,342)
Total amortization expense	$2,621,779	$2,545,809
Gains on disposal of capital assets	($1,800)	($16,486)
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($38,169)	$889,784
Prepaids and other current assets	($15,970)	($19,197)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$98,673	($218,271)
Deferred revenue	$1,288,567	($368,621)
Employee future benefit expense (recovery)	($186,341)	$368,848
Other (describe)	($2)	$0
Total sources (uses) of cash from Operations	$4,021,907	$3,075,228
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($1,633,078)	($1,795,367)
Equipment	($266,713)	($615,938)
Vehicles	($227,865)	($463,379)
Net proceeds from disposal of capital assets	$1,800	$16,486
Other (describe)	($4,468)	$0
Total sources (uses) of cash from investing activities	($2,130,324)	($2,858,198)
C. FINANCING ACTIVITIES		
Capital allocations	$1,643,442	$1,686,702
Issue of long term debt	$0	$0
Repayment of long term debt	($1,264,981)	($1,274,982)
Add back: supported portion	$1,264,981	$1,264,981
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$1,643,442	$1,676,701
Net sources (uses) of cash during year	$3,535,024	$1,893,731
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$4,421,449	$2,527,718
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$7,956,473	$4,421,449

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 46

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$7,224,930	$4,767,972	$363,460	$1,775,941	$317,557
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$7,224,930	$4,767,972	$363,460	$1,775,941	$317,557
Excess(def) of revenue over expenses	$2,287,481		$2,287,481		
Board funded capital transactions		$451,919	($0)	($224,054)	($227,865)
Direct credits to net assets	$0	$0			
Amortization of capital assets		($2,621,779)	$2,621,779		
Amortization of capital allocations		$2,032,312	($2,032,312)		
Disposal of unsupported capital assets	$0	($0)	($0)		$0
Disposal of supported capital assets (board funded portion)	$0	$0	($0)		$0
Debt principal payments (unsupported)		$0	($0)		
Net transfers to operating reserves			($1,947,465)	$1,947,465	
Net transfers from operating reserves			$0	($0)	
Net transfers to capital reserves			($406,458)		$406,458
Net transfers from capital reserves			$0		($0)
Assumption/transfer of other operations's net assets	($0)	$0	($0)	$0	$0
Balance at August 31, 2007	$9,512,410	$4,630,424	$886,484	$3,499,352	$496,150

School Jurisdiction Code: 46

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)

for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$36,763	$25,609,053
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$36,763	$25,609,053
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$1,508,554	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$130,427	
Interest earned on provincial government capital allocations	$4,461	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$1,264,981
Expended capital allocations - current year	($1,675,737)	$1,675,737
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$4,468	$0
Capital allocations amortized to revenue		$2,032,312
Balance at August 31, 2007	$0	$26,517,459

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2007

1. AUTHORITY AND PURPOSE

The Division delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Division receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions regarding significant items such as amounts relating to amortization, impairment assessments of property and equipment, and allowances for uncollectible receivables that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital assets

Capital assets are recorded in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following annual rates:

Buildings	2.5% and 4%
Equipment and furniture	10% and 20%
Vehicles	10% and 20%

Only capital assets with a cost in excess of $5,000 are capitalized. Capital allocations received for capital asset additions are amortized into revenue over the same period as the related asset is amortized (see Note 7).

Capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset.

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

(d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $508,341 (2006 - $471,126) for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 - deficiency of $863,558,000).

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers Pension Plan Act*, the Division does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Certain expenditures incurred and paid for before the close of the school year are for school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(g) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Due to the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Employee Future Benefits

The Division accrues its obligations for employee future benefit plans and expenses the related costs as they are earned by employees. The cost of non-pension future employee benefits earned by employees is determined by management's best estimate.

(i) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2007

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Municipalities	$ 986,436	$ 1,016,456
Alberta Education	839,267	766,688
Alberta Finance	262,211	334,942
Other	238,283	151,313
Federal Government	108,961	127,590
	$ 2,435,158	$ 2,396,989

4. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for three teachers who are on deferred salary leave plans and for three scholarship funds.

	2007	2006
Deferred salary leave plans	$ 59,755	$ 30,766
Scholarships	31,117	31,501
	$ 90,872	$ 62,267

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Alberta Education	$ 1,262,469	$ 1,292,518
Trade payables and accrued liabilities	1,168,735	969,347
Alberta Finance	262,211	334,942
Alberta Infrastructure and Transportation	203,123	203,123
Other Alberta School Jursidictions	123,583	123,583
Federal Government	2,454	389
	$ 3,022,575	$ 2,923,902

6. DEFERRED REVENUE

	2007	2006
Infrastructure Maintenance Renewal	$ 1,819,283	$ 523,298
Transporation fees	92,000	85,796
Foreign student fees	74,886	83,706
Alberta Initiative for School Improvements	45,747	24,683
LRC	12,444	11,514
Video-conferencing	-	26,796
	$ 2,044,360	$ 755,793

7. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the Division for which the related expenditure has not been made at year-end. When expended, deferred capital allocations are transferred to unamortized capital allocations.

8. EMPLOYEE FUTURE BENEFITS

The Division provides lump-sum retirement allowance payments to certain classes of eligible employees based on years of service and upon reaching the age of fifty-five. The Division recognized recoveries with respect to these obligations during 2007 in the amount of $33,113 (2006 - $317,938 expenses). Benefit payments by the Division on behalf of these employees during 2007 totalled $153,228 (2006 - $NIL).

9. LONG TERM DEBT

The debentures are held by the Alberta Municipal Financing Corporation and bear interest at rates ranging from 7.5% to 12.0%. The debenture debt is fully supported by Alberta Finance.

The following annual payments of principal are due on debenture debt:

2008	$ 1,227,181
2009	1,051,969
2010	853,687
2011	715,926
2012	464,252
2013 to maturity	476,560
	$ 4,789,575

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been expended, but have to be amortized over the useful life of the related capital asset. Unamortized capital allocations are increased by transfers of previously deferred capital allocations expended, as well as fully-supported debenture principal repayments.

11. COMMITMENTS

The Division and Elk Island Public Schools Regional Division No. 14 ("the Tennant") have entered into a joint agreement with Strathcona County for the lease of the land on which the Holy Spirit School is situated. The lease term commenced May 31, 2002 and extends to May 31, 2052. The base rent for the entire term of the lease is $1. The lease contains a renewal option of two (2) further terms of twenty-five (25) years each. Upon the expiration of the second renewal term, should the Tennant require the lands for active use in the operation of the Holy Spirit School, the County and the Tennant may agree to extend or renew the lease as mutually agreed to by both parties.

At the termination of the lease or the renewal terms, and subject to ministerial approval, the facility shall be surrendered to the County subject only to the County making payment equal to the market value of the facility.

12. CONTINGENCIES

(a) Contingent Liability

In 1975, the Division entered into an agreement with the Catholic Archdiocese of Edmonton. The Archdiocese provided funds to the Division for the construction and furnishing of school buildings and the Division granted the Archdiocese use of the space at times not usually needed by the Division. The agreement provides that if the agreement is terminated, the sums advanced by the Archdiocese shall be construed as a loan repayable without interest. Under this agreement, the Archdiocese advanced $104,620 for the construction of the Madonna Community Centre.

(b) Contingent Asset

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the Division can liquidate.

13. RELATED PARTY TRANSACTIONS

The Division is controlled by the Government of Alberta. Transactions between the Division and the Government of Alberta and related balances are disclosed on the Statement of Revenue and Expenses, Schedule A, the Statement of Financial Position, and in notes 3, 5, 6, and 9.

14. ECONOMIC DEPENDENCE

The Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

15. ADDITIONAL CASH FLOW INFORMATION

The Division's cash payments for interest on long-term debt during 2007 were $633,743 (2006 - $771,829).

The Division received cash interest payments of $297,403 during 2007 (2006 - $180,311).

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2007

16. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees. It is presented for information purposes only.

17. DISCLOSURE OF SALARIES, WAGES AND BENEFITS

Disclosure of remuneration and benefits as required by paragraph 148(1) of *The School Act* is as follows:

	Number	Salaries and Wages	Benefits and Allowances	ERIPs Other	Expenses
Sykora (Chairman)	1	$ 12,528	$ 262	$ -	$ 5,443
Boisvert	1	10,668	197	-	4,469
Baier	1	11,492	223	-	5,692
Convey	1	10,668	197	-	2,790
Muzechka	1	10,668	197	-	6,300
Mykyliuk	1	10,668	197	-	8,072
Paszek	1	10,668	197	-	1,634
Superintendent - Aitkenhead *	1	88.823	9,530	68,318	10,199
Superintendent - Diachuk *	1	56,722	5,673	-	5,838
Secretary-Treasurer	1	122,754	26,385	-	16,002
Salaries - Certificated *	327	25,111,666	3,168,861	73,635	-
Salaries - Uncertificated	203	7,780,760	1,574,737	-	-
	540	$ 33,238,085	$ 4,786,656	$ 141,953	$ 66,439

* The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers Pension Plan Act*, the Division does not make pension contributions for certificated staff.

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

SCHEDULE OF SERVICES, CONTRACTS, AND SUPPLIES EXPENSES

FOR THE YEAR ENDED AUGUST 31, 2007

	2007	2006
Supplies and materials	$ 1,663,528	$ 1,548,361
Contract services	1,239,080	1,253,309
Utilities	1,190,070	1,145,673
Maintenance and repairs	971,563	743,653
Professional development	281,526	191,356
Textbooks	224,782	222,705
Computer equipment	196,494	188,903
Professional services	192,338	87,894
Rentals	183,089	195,051
Insurance	171,970	180,195
Memberships and fees	158,268	146,438
Telephone	156,431	140,747
Furniture and equipment	119,192	19,570
Travel and subsistence	115,361	98,253
Out of District placements	103,999	125,888
External consulting services	74,298	45,748
Library and media materials	72,251	59,287
Staff/community relations	52,596	42,933
Software	47,057	59,789
Tuitions	39,573	65,581
Vehicles	35,339	34,188
Advertising	31,935	22,309
Student transportation	18,364	18,377
Postage fees	17,611	19,899
Standard testing	15,882	16,323
Cancopy license	14,222	13,948
Printing and binding services	10,738	11,716
Test library	5,143	2,724
Bank charges	4,130	4,632
Mobile radio licenses	1,981	1,981
Other	-	283
Contingency	-	982
	$ 7,408,811	$ 6,708,696

School Jurisdiction Code: 46

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Elk Island Catholic Separate School Division #41
Legal Name of School Jurisdiction

160 Festival Way; Sherwood Park, AB T8A 5Z2
Mailing Address

(Phone) 780-467-8896 (Fax) 780-467-5469
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Alberta Hutchings
Name

"ORIGINAL SIGNED"
Signature

21-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 46

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SCHEDULE A

School Jurisdiction Cod 46

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$46,004,525	$36,684,716	$4,780,656	$2,539,331	$1,999,822	$0
(2) Alberta Infrastructure & Transportation	$158,131	$0	$158,131			
(3) Alberta Finance	$561,013		$561,013			$0
(4) Other - Government of Alberta	$3,022	$0	$3,022	$0	$0	$0
(5) Federal Government and/or First Nations	$97,597	$97,597	$0	$0	$0	$0
(6) Other Alberta school authorities	$0	$0	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$366,734	$366,734				
(10) Transportation fees	$132,421			$132,421		
(11) Other sales and services	$1,128,772	$139,383	$7,828	$82,689	$22,427	$876,445
(12) Investment income	$310,266	$229,597	$52,745	$15,513	$12,411	$0
(13) Gifts and donations	$19,000	$19,000	$0	$0		$0
(14) Rentals of facilities	$88,259	$0	$87,158	$1,101	$0	$0
(15) Net school generated funds	$169,840	$169,840			$0	
(16) Gains on disposal of capital assets	$1,800	$0	$0	$1,800	$0	$0
(17) Amortization of capital allocations	$2,032,312	$78,730	$1,953,582	$0		$0
(18) TOTAL REVENUES	$51,073,692	$37,785,597	$7,604,135	$2,772,855	$2,034,660	$876,445
EXPENSES						
(19) Certificated salaries	$25,257,211	$24,628,730			$265,945	$362,536
(20) Certificated benefits	$3,184,064	$3,124,104			$24,983	$34,977
(21) Non-certificated salaries and wages	$7,980,874	$4,200,142	$1,757,821	$882,037	$810,825	$330,049
(22) Non-certificated benefits	$1,602,592	$893,650	$322,766	$168,333	$159,584	$58,259
(23) SUB - TOTAL	$38,024,741	$32,846,626	$2,080,587	$1,050,370	$1,261,337	$785,821
(24) Services, contracts & supplies	$7,408,810	$2,954,205	$2,525,608	$1,344,819	$493,554	$90,624
(25) Cost recoveries between programs	$0	($19,306)	$45,702	($28,792)	$2,396	$0
(26) Net school generated funds	$169,840	$169,840				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$2,032,312	$78,730	$1,953,582	$0	$0	$0
(28) Unsupported	$589,468	$240,022	$142,447	$169,328	$37,671	$0
(29) Total Amortization	$2,621,780	$318,752	$2,096,029	$169,328	$37,671	$0
Interest on capital debt						
(30) Supported	$561,013	$0	$561,013	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$27	$0	$0	$0	$27	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$48,786,211	$36,270,117	$7,308,939	$2,535,725	$1,794,985	$876,445
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$2,287,481	$1,515,480	$295,196	$237,130	$239,675	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

		TOTAL
Base Funding		$30,099,118
Additional Funding for Differential Cost Factors		$0
Targeted Funding for Provincial Initiatives		
Class Size Initiative		$2,857,809
Student Health Initiative (SHI)		$0
Alberta Initiative for School Improvement (AISI)		$707,372
SuperNet Services		$102,714
Children and Youth with Complex Needs		$0
Other Provincial Support Funding		
Institutional Programs		$0
Regional Consortium and Regional Educational Consulting Services		$0
Learning Resources Credit Allocation		$45,156
Infrastructure Maintenance Renewal (IMR)		$374,968
Other Funding from Alberta Education (describe)	Prior yr and differential funding	$11,817,388
Total Alberta Education Revenues		$46,004,525

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$2,389,293	$957,952	$166,418		$0	$0	$3,513,663
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$78,435	$0		$0		$78,435
ECS Program Unit (PUF)	$152,224	$294,301	$266,012		$0		$712,537
Severe Disabilities (Gr 1-12)	$1,008,000	$2,204,000			$0		$3,212,000
English as a Second Language (ESL)	$0	$0	$47,482		$0		$47,482
French Language & Francisation	$97,597	$0	$0		$0		$97,597
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$5,060		$0		$5,060
First Nations, Metis and Inuit Education	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$568,896	$0	$138,475	$0	$0		$707,371
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$108,223		$0		$108,223
Class Size Initiative	$2,857,809	$0	$0	$0	$0		$2,857,809
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$20,679,015	$1,559,104	$1,997,753	$224,782	($19,306)	$488,592	$24,929,940
TOTAL EXPENSES	$27,752,834	$5,093,792	$2,729,423	$224,782	($19,306)	$488,592	$36,270,117

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	5.0	12.0
ECS Program Unit (PUF)	1.6	9.0
Severe Disabilities (Gr 1-12)	12.0	58.0

School Jurisdiction Code: 46

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$48,786,211**
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:		
If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.16%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,030,482
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$2,030,482**
Less: 2006/2007 Board and System Administration expenses		-$1,794,985
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$235,497

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$615,679
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$667,935	$668,238	($303)	
Student fees (Non-instructional) (Note 1)	$1,485,443	$1,363,168	$122,275	
Donations and grants to schools	$108,310	$87,439	$20,871	
Other (describe):	$192,543	$154,185	$38,358	
Net Additions to SGF	$2,454,231	$2,273,030		$181,201
Net SGF Available				$796,880
Uses of Net School Generated Funds:				
Extra-curricular activities			$22,770	
School site beautification			$9,781	
Field Trips			$7,942	
Equipment			$15,589	
Family literacy and other community resources			$1,237	
Other (describe):			$112,521	
Total Uses of Net SGF (Note 2)				$169,840
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$627,040

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 2195

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Public Schools Regional Division No. 14

Legal Name of School Jurisdiction

683 Wye Road, Sherwood Park, Alberta T8B 1N2

Mailing Address

Telephone: 780-417-8200 Fax: 780-417-8181

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Elk Island Public Schools Regional Division No. 14 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Bonnie Riddell	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Egbert Stang	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Brian Smith	"ORIGINAL SIGNED"
Name	Signature

20-Dec-07

Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 2195

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AUDITORS' REPORT

To the Board of Trustees of
Elk Island Public Schools Regional Division No. 14

We have audited the statement of financial position of **Elk Island Public Schools Regional Division No. 14** as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of **Elk Island Public Schools Regional Division No. 14** as at August 31, 2007 and the results of its operations, its cash flows, changes in its net assets and its capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Ernst & Young LLP
Chartered Accountants

Edmonton, Canada,
November 13, 2007.

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$18,865,979	$12,059,552
Accounts receivable (net after allowances)		$2,430,800	$2,775,740
Prepaid expenses		$260,719	$262,270
Other current assets		$12,659	$14,618
Total current assets		$21,570,157	$15,112,180
School generated assets		$2,935,947	$2,839,321
Trust assets		$3,907,064	$3,981,905
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,475,856	$1,475,856
Buildings	$104,459,092		
Less: accumulated amortization	($64,506,733)	$39,952,359	$41,763,735
Equipment	$33,434,654		
Less: accumulated amortization	($31,827,594)	$1,607,060	$1,923,598
Vehicles	$893,662		
Less: accumulated amortization	($477,673)	$415,989	$327,816
Total capital assets		$43,451,264	$45,491,005
TOTAL ASSETS		$71,864,432	$67,424,411
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$7,384,428	$6,185,783
Deferred revenue		$1,816,025	$802,929
Deferred capital allocations		$44,695	$68,816
Current portion of all long term debt		$1,310,162	$1,825,529
Total current liabilities		$10,555,310	$8,883,057
School generated liabilities		$2,935,947	$2,839,321
Trust liabilities		$3,907,064	$3,981,905
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$2,499,577	$3,702,369
	Less: Current portion of supported debt	($659,690)	($1,202,792)
Unsupported:	Debentures and Capital Loans	$5,812,148	$6,434,885
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($650,472)	($622,737)
Other long term liabilities		$0	$0
Unamortized capital allocations		$33,264,138	$33,336,480
Total long term liabilities		$47,108,712	$48,469,431
TOTAL LIABILITIES		$57,664,022	$57,352,488
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$10,592,576	$6,480,847
Accumulated Operating Surplus (Deficit)		$10,592,576	$6,480,847
Investment in capital assets		$2,192,765	$2,334,637
Capital Reserves		$1,415,069	$1,256,439
Total Capital Funds		$3,607,834	$3,591,076
Total net assets		$14,200,410	$10,071,923
TOTAL LIABILITIES AND NET ASSETS		$71,864,432	$67,424,411

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note) Restated	Actual 2006 (Note) Restated
REVENUES			
Government of Alberta	$132,381,336	$133,704,311	$121,622,134
Federal Government and/or First Nations	$129,295	$130,615	$118,040
Other Alberta school authorities	$94,050	$94,050	$108,576
Out of province authorities	$27,117	$20,289	$65,341
Alberta Municipalities (excluding supplementary requisitions)	$12,055	$0	$3,146
Instruction resource fees	$880,230	$974,889	$880,636
Transportation fees	$395,931	$390,000	$363,453
Other sales and services	$1,381,800	$1,037,291	$1,861,059
Investment income	$875,421	$322,625	$493,857
Gifts and donations	$11,516	$30,350	$62,106
Rentals of facilities	$213,215	$224,000	$238,424
Net school generated funds	$1,149,562	$1,000,000	$994,567
Gains on disposal of capital assets	$16,890	$0	$13,582
Amortization of capital allocations	$2,422,480	$2,404,858	$2,402,576
Total Revenues	$139,990,898	$140,333,278	$129,227,497
EXPENSES			
Certificated salaries	$68,133,335	$69,640,394	$63,764,529
Certificated benefits	$7,733,943	$7,876,894	$6,951,874
Non-certificated salaries and wages	$18,590,806	$19,050,864	$17,954,127
Non-certificated benefits	$4,171,768	$4,585,896	$4,056,584
Services, contracts and supplies	$31,654,474	$36,629,548	$25,774,607
Net school generated funds	$1,149,562	$1,000,000	$994,567
Capital and debt services			
Amortization of capital assets			
Supported	$2,422,480	$2,404,858	$2,402,576
Unsupported	$1,381,219	$1,387,203	$1,388,422
Total Amortization of capital assets	$3,803,699	$3,792,061	$3,790,998
Interest on capital debt			
Supported	$305,800	$305,800	$456,491
Unsupported	$318,892	$321,021	$357,641
Total Interest on capital debt	$624,692	$626,821	$814,132
Other interest charges	$0	$0	$2,365
Losses on disposal of capital assets	$132	$0	$0
Total Expenses	$135,862,411	$143,202,478	$124,103,783
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$4,128,487	($2,869,200)	$5,123,714
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$4,128,487	($2,869,200)	$5,123,714

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 2195

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$4,128,487	$5,123,714
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($2,422,480)	($2,402,576)
Total amortization expense	$3,803,699	$3,790,998
Gains on disposal of capital assets	($16,890)	($13,582)
Losses on disposal of capital assets	$132	$0
Changes in accrued accounts:		
Accounts receivable	$344,940	$3,248,674
Prepaids and other current assets	$3,510	$8,720
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$1,198,645	$620,319
Deferred revenue	$1,013,096	($1,786,575)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$8,053,139	$8,589,692
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($1,305,861)	($359,978)
Equipment	($327,052)	($477,839)
Vehicles	($179,562)	($120,659)
Net proceeds from disposal of capital assets	$31,140	$13,582
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,781,335)	($944,894)
C. FINANCING ACTIVITIES		
Capital allocations	$1,157,360	$250,902
Issue of long term debt	$0	$0
Repayment of long term debt	($1,825,529)	($2,695,162)
Add back: supported portion	$1,202,792	$1,740,322
Other (describe)		$0
Total sources (uses) of cash from Financing activities	$534,623	($703,938)
Net sources (uses) of cash during year	$6,806,427	$6,940,860
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$12,059,552	$5,118,692
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$18,865,979	$12,059,552

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 2195

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$10,071,923	$2,334,637	$0	$6,480,847	$1,256,439
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$10,071,923	$2,334,637	$0	$6,480,847	$1,256,439
Excess(def) of revenue over expenses	$4,128,487		$4,128,487		
Board funded capital transactions		$630,992	($630,992)	$0	$0
Direct credits to net assets	$0	$0			
Amortization of capital assets		($3,803,699)	$3,803,699		
Amortization of capital allocations		$2,422,480	($2,422,480)		
Disposal of unsupported capital assets	$0	($14,382)	($16,758)		$31,140
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$622,737	($622,737)		
Net transfers to operating reserves			($7,858,760)	$7,858,760	
Net transfers from operating reserves			$3,747,031	($3,747,031)	
Net transfers to capital reserves			($127,490)		$127,490
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$0	$0	$0	$0	$0
Balance at August 31, 2007	$14,200,410	$2,192,765	$0	$10,592,576	$1,415,069

School Jurisdiction Code: 2195

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$68,816	$33,336,480
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$68,816	$33,336,480
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$1,157,360	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		$0
Current Year Debenture Principal Repayment		$1,202,792
Expended capital allocations - current year	($1,181,481)	$1,181,481
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$34,135
Capital allocations amortized to revenue		$2,422,480
Balance at August 31, 2007	$44,695	$33,264,138

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

Elk Island Public Schools Regional Division No. 14

NOTES TO FINANCIAL STATEMENTS

August 31, 2007

1. AUTHORITY AND PURPOSE

Elk Island Public Schools Regional Division No. 14 (the "Division") was established under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3, to provide education programs in the Counties of Strathcona No. 20, Lamont No. 30, western portion of Minburn No. 27 and the City of Fort Saskatchewan.

The Division receives allocations under Regulation 77/2003 from the Government of Alberta. The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administrative expenses.

The Division is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared by administration in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in administration's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Cash and temporary investments

Cash and temporary investments consist of cash, bankers' acceptances, deposits and bank-sponsored commercial paper with maturity dates of less than 90 days.

Financial instruments

The Division's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, liquidity, cash flow or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% to 4%
Equipment	20%
Vehicles	10%

Only capital assets with costs in excess of $5,000 are capitalized.

Amortization is not recorded on assets under construction, which are classified as work in process. A full year of amortization is recorded on all capital asset additions in the year the asset is acquired or in the year construction is completed and the asset is ready for its productive use.

Operating and capital reserves

Operating reserves are established to provide for the costs of future operating expenditures. Capital reserves are established to provide for future replacement or upgrading of capital assets. These reserves are established and expended in accordance with policies established by the Board of Trustees or external restrictions specified by the Government of Alberta.

Pensions

The Division participates in the multi-employer Local Authorities Pension Plan which is accounted for as a defined contribution plan with the cost of the pension benefits recognized as contributions are payable. Annual contributions for the year ended August 31, 2007 were $1,261,956 [2006 - $1,218,166]. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 - $863,558,000 deficiency).

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

Instruction grants and fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital contributions and allocations from the Government of Alberta and the Government of Canada, for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets, are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations that remain unspent at year-end are recorded as deferred capital allocations until spent.

Unrestricted contributions are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Contributed services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining the fair value of such services, and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

School generated funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the Division when accountability and responsibility for control of these funds rests with school principals or their appointee(s). In accordance with Ministerial requirements for Alberta school jurisdictions, school generated fund revenues and expenses are presented net of specific related cost recoveries.

3. CASH AND TEMPORARY INVESTMENTS

	2007 $	2006 $
Cash	897,992	1,645,546
Bank-sponsored commercial paper	12,003,207	6,128,286
Bankers' acceptances	5,964,780	1,785,582
Term deposits	—	2,500,138
	18,865,979	12,059,552

Temporary investments earn interest at rates ranging from 4.40% to 4.85% [2006 – 4.12% to 4.31%].

4. ACCOUNTS RECEIVABLE

	2007 $	2006 $
Government of Alberta:		
Department of Education	1,626,041	1,939,738
Department of Finance	153,291	220,950
Department of Employment, Immigration & Industry	15,800	40,664
Government of Canada:		
Goods and Services Tax	412,217	326,518
Other	223,451	247,870
	2,430,800	2,775,740

5. TRUST ASSETS AND LIABILITIES

	2007 $	2006 $
Student Health Initiative Partnership	2,493,626	2,972,533
Children and Youth With Complex Needs	1,223,872	918,927
Deferred Salary Leave Plan	93,094	—
Scholarship trust funds	96,472	90,445
	3,907,064	3,981,905

5. TRUST ASSETS AND LIABILITIES (CONTINUED)

The Division manages funds on behalf of the Student Health Initiative Partnership(s) and Children and Youth With Complex Needs, and accordingly, amounts held at year-end are restricted in their use (see note 14).

The purpose of the Deferred Salary Leave Plan is to enable eligible employees to take extended leaves of absence with pay. The program allows employees to contribute earnings into the fund to be paid out while on leave of absence.

6. CAPITAL ASSETS

	2007		
	Cost $	Accumulated amortization $	Net book value $
Land	1,475,856	—	1,475,856
Buildings	104,459,092	64,506,733	39,952,359
Equipment	33,434,654	31,827,594	1,607,060
Vehicles	893,662	477,673	415,989
	140,263,264	96,812,000	43,451,264

	2006		
	Cost $	Accumulated amortization $	Net book value $
Land	1,475,856	—	1,475,856
Buildings	103,807,768	62,044,033	41,763,735
Equipment	34,191,942	32,268,344	1,923,598
Vehicles	781,248	453,432	327,816
	140,256,814	94,765,809	45,491,005

Capital assets include work-in-process on buildings of $124,378 [2006 - $193,855]. Amortization does not commence on capital assets until construction is complete.

7. BANK INDEBTEDNESS

The Division has a $5,000,000 revolving credit facility available for operations and $3,000,000 credit facility used to secure corporate credit cards with a major bank. Both facilities bear interest annually when drawn of prime less 0.5% and are due on demand. At August 31, 2007, nil was drawn on either facility [2006 – nil].

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007 **$**	**2006** **$**
Government of Alberta – Department of Education	**80,147**	390,300
Government of Alberta – Department of Finance	**168,308**	237,348
Government of Alberta – Department of Employment, Immigration & Industry	**—**	6,910
Employee related accrued liabilities	**3,566,555**	3,377,755
Trade accounts payable	**3,569,418**	2,173,470
	7,384,428	6,185,783

9. DEFERRED REVENUE

	2007			
	Beginning balance **$**	**Amounts received** **$**	**Amounts recognized as revenue** **$**	**Ending balance** **$**
Infrastructure Maintenance Renewal	96	5,211,828	(5,038,470)	173,454
Transportation fees	234,846	416,034	(395,931)	254,949
International Services tuition/fees	129,220	117,020	(163,640)	82,600
Alberta Initiative for School Improvement	212,811	2,011,500	(1,547,310)	677,001
Video Conferencing	33,680	—	(33,680)	—
Sherwood Park Alliance School Expansion	13,628	70,000	(33,343)	50,285
Chipman School Demolition	14,637	—	(14,637)	—
Edmonton Complex Needs	98,594	178,000	(87,760)	188,834
Alberta Education – Program Unit Funding	—	2,224,249	(2,158,335)	65,914
Alberta Education – Unearned CEU's	—	24,264,699	(24,167,422)	97,277
Institutional Program	—	63,613	(59,922)	3,691
Mobile Technology Grant	—	300,000	(153,051)	146,949
Heartland Skills Study	—	60,000	(53,142)	6,858
New Horizons School Accommodation Study	—	50,000	(23,666)	26,334
Other	65,417	21,825	(45,363)	41,879
	802,929	34,988,768	(33,975,672)	1,816,025

9. DEFERRED REVENUE (CONTINUED)

	2006			
	Beginning balance $	Amounts received $	Amounts recognized as revenue $	Ending balance $
Infrastructure	881,509	—	(881,509)	—
Infrastructure Maintenance Renewal	420,875	1,431,663	(1,852,442)	96
Transportation fees	216,110	382,189	(363,453)	234,846
International Services tuition/fees	398,392	136,867	(406,039)	129,220
Alberta Initiative for School Improvement	431,084	1,965,625	(2,183,898)	212,811
Video Conferencing	150,000	—	(116,320)	33,680
Sherwood Park Alliance School Expansion	—	70,000	(56,372)	13,628
Chipman School Demolition	—	133,607	(118,970)	14,637
Edmonton Complex Needs	—	98,594	—	98,594
Other	91,534	63,892	(90,009)	65,417
	2,589,504	4,282,437	(6,069,012)	802,929

10. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the Division have been deferred until expended at which time they are transferred to unamortized capital allocations. Details of the changes in the deferred capital allocations account are as follows:

	2007 $	2006 $
Beginning balance	**68,816**	174,597
Add allocations received and receivable during the year	**1,157,360**	250,902
Less expended capital allocations	**(1,181,481)**	(356,683)
Ending balance	**44,695**	68,816

August 31, 2007

11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations relate to capital funds received from the Government of Alberta and used for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. The changes in the unamortized capital allocations account are as follows:

	2007 $	2006 $
Beginning balance	**33,336,480**	33,642,051
Add expended capital allocations received to acquire capital assets	**1,181,481**	356,683
Add capital allocations received to repay long-term debt	**1,202,792**	1,740,322
Less amount amortized to building	**(34,135)**	—
Less amount amortized to revenue	**(2,422,480)**	(2,402,576)
Ending balance	**33,264,138**	33,336,480

12. LONG-TERM DEBT

	2007 $	2006 $
Debentures, interest rates ranging from 5.75% to 12.0% and maturity dates ranging from 2007 to 2023	**3,894,777**	5,184,769
Term capital loan, monthly principal and interest payments of $64,485, 5.06% interest rate, due May 1, 2014	**4,416,948**	4,952,485
	8,311,725	10,137,254
Less current portion	**(1,310,162)**	(1,825,529)
	7,001,563	8,311,725

The debentures are fully supported by the Government of Alberta with the exception of two debentures in the amount of $697,600 [2006 - $741,200] each. All other loans are unsupported.

The Division has pledged as security for the term capital loan a general assignment of book debts including a specific assignment of those from Ameresco Canada.

12. LONG-TERM DEBT (CONTINUED)

To manage future interest rate obligations on the term capital loan, the Division entered into an agreement with the lender to fix the interest rate on conversion at 5.06%. Term loan proceeds were originally restricted in use on the Division's building energy retrofit capital project. On August 30, 2005 the lender removed the restriction. As a result, of the total capital loan proceeds of $6,063,000 received, $5,745,634 was used for the capital project and $317,366 was recorded in cash and temporary investments and was available for future capital purposes.

The annual repayments of long-term debt required over each of the next five years and thereafter are as follows:

	$
2008	1,310,162
2009	972,486
2010	994,868
2011	965,904
2012	999,847
Thereafter	3,068,458
	8,311,725

13. COMMITMENTS

The Division has commitments with respect to operating leases for premises, land and equipment as follows:

	$
2008	451,452
2009	385,855
2010	379,281
2011	386,488
2012	351,239
Thereafter	736,715
	2,691,030

NOTES TO FINANCIAL STATEMENTS

13. COMMITMENTS (CONTINUED)

In addition, the Division has lease commitments in place for three schools. These commitments consist of a fixed annual commitment of $445,920 plus variable annual commitments currently totaling $855,674. The lease agreements expire between 2020 and 2032.

14. STUDENT HEALTH INITIATIVE PARTNERSHIP AND CHILDREN AND YOUTH WITH COMPLEX NEEDS

Student Health Initiative ("SHI" or "Partnership") funding is for the enhancement of services, and access to these services, for identified children with special health needs registered in school programs. Children and Youth with Complex Needs ("Teams") funding provides specialized services for children and youth with complex needs who require significant extraordinary care due to the severity of their impairment(s). Alberta Education administers and distributes these targeted funds on behalf of the following provincial partners - Education, Health and Wellness, and Children's Services. Funds are distributed to the partnerships and teams through "Banker" school authorities.

The Division has been appointed as "Banker" for one partnership and two teams. As "Banker", funds have been treated as trust assets, and are received and disbursed on behalf of the Partnership and the Teams.

Funds received and spent by the Division as a partner have been recorded as Instruction Program Funding in these financial statements. Funds received and spent by the Division in its capacity as "Banker" have been recorded as Administrative Fees, and the "Banker" is also required by Alberta Education to record the revenue and offsetting expense for Program Coordination.

14. STUDENT HEALTH INITIATIVE PARTNERSHIP AND CHILDREN AND YOUTH WITH COMPLEX NEEDS (CONTINUED)

Included in Government of Alberta revenues (with offset in various expense accounts) in the Statement of Revenues and Expenses are the following amounts:

	2007		
	Instruction Program Funding $	Administrative Fees $	Program Coordination $
Student Health Initiative	227,925	43,228	141,432
Children and Youth with Complex Needs	87,760	5,000	111,410
	315,685	48,228	252,842

	2006		
	Instruction Program Funding $	Administrative Fees $	Program Coordination $
Student Health Initiative	284,620	40,482	130,397
Children and Youth with Complex Needs	16,206	5,000	86,817
	300,826	45,482	217,214

15. SCHOOL GENERATED FUNDS

School generated funds included in the Statement of Revenues and Expenses are net of certain cost recoveries and represent school generated funds available for discretionary spending purposes. Total gross revenues generated from these school activities amounted to $7,509,706 (2006 - $6,733,508).

16. CONTINGENT LIABILITIES

In the ordinary course of operations various claims and lawsuits are brought against the Division. The ultimate settlement of such matters is not expected to be significant to the overall financial position of the Division. Management has not recorded any liabilities in respect of its current claims and lawsuits. The resolution of such matters and the amount of loss, if any, will be accounted for in the period of determination.

17. STATEMENT OF CASH FLOWS

Supplementary disclosures in respect of the statement of cash flows are as follows:

	2007 $	2006 $
Interest received	831,223	466,042
Interest paid	697,914	925,862

18. RELATED PARTY TRANSACTIONS

The Division's primary source of revenue is from the Government of Alberta through its related departments. The Division's ability to continue its operations is dependent on this funding.

Related parties are departments controlled by the Government of Alberta and entities controlled by those departments. The amounts due to and from related parties bear no interest and are unsecured, with no stated terms for repayment.

Amounts due from related parties are as follows:

	2007 $	2006 $
Government of Alberta		
Department of Education	1,626,041	1,939,738
Department of Finance	153,291	220,950
Department of Employment, Immigration & Industry	15,800	15,800
Other Government of Alberta departments	—	7,849
Entities controlled by Government of Alberta departments		
Student health partnership/Complex needs	3,717,498	3,891,460
Health authorities	—	5,465
Alberta school jurisdictions	10,647	11,550
Alberta post-secondary institutions	768	—
	5,524,045	6,092,812

18. RELATED PARTY TRANSACTIONS (CONTINUED)

Amounts due to related parties are as follows:

	2007 $	2006 $
Government of Alberta		
Department of Education	**1,459,602**	750,118
Department of Finance	**168,308**	237,348
Department of Employment, Immigration & Industry	**46,721**	44,983
Entities controlled by Government of Alberta departments		
Student health partnership/Complex needs	**3,717,498**	3,891,460
Health authorities	—	11,024
	5,392,129	4,934,933
Government of Alberta		
Long-term debt – Department of Finance	**3,894,777**	5,184,769

August 31, 2007

18. RELATED PARTY TRANSACTIONS (CONTINUED)

Long-term debt from the Department of Finance is represented by debentures as disclosed in Note 12.

Related party transactions are summarized as follows:

	2007 $	2006 $
Government of Alberta		
Department of Education		
Revenue – Government of Alberta	**131,991,326**	119,339,312
Expenses – Services, contracts and supplies	**664,639**	403,402
Department of Infrastructure and Transportation		
Revenue – Government of Alberta	—	1,774,529
Expenses – Services, contracts and supplies	—	(338,678)
Department of Finance		
Revenue – Government of Alberta	**2,728,280**	2,859,067
Expenses – Interest on capital debt	**390,790**	551,617
Expenses – Amortization of capital allocations	**2,422,480**	2,404,848
Department of Human Resources and Employment		
Revenue – Government of Alberta	**87,152**	51,802
Other Government of Alberta departments		
Revenue – Other sales and services	**13,145**	8,660
Expenses – Services, contracts and supplies	**15,571**	13,236
Entities controlled by Government of Alberta departments		
Health authorities		
Revenue – Other sales and services	**342,439**	268,211
Expenses – Services, contracts and supplies	**5,684**	240
Alberta post-secondary institutions		
Revenue – Other sales and services	—	431
Expenses – Services, contracts and supplies	**35,948**	1,424
Other Alberta school jurisdictions		
Revenue – Other Alberta school authorities	**153,080**	108,576
Revenue – Other sales and services	**75,040**	92,858
Expenses – Services, contracts and supplies	**204,373**	147,448

August 31, 2007

18. RELATED PARTY TRANSACTIONS (CONTINUED)

These transactions are measured at the exchange amount, which is the amount of the consideration established and agreed to by the related parties.

19. REMUNERATION AND MONETARY INCENTIVES

Remuneration paid or accrued on behalf of the following positions and persons in groups for the year ended August 31, 2007 was as follows:

	2007					2006
	FTE #	Remuneration $	Benefits $	Allowances $	Total $	Total $
Board Members						
Chair Paul Dolynny	1.0	31,365	1,215	3,485	36,065	30,075
Mae Adamyk	1.0	22,140	925	6,048	29,113	28,406
Lisa Brower	1.0	22,140	807	2,460	25,407	21,397
Glen Buchan	1.0	26,753	1,045	3,997	31,795	13,066
Lois Byers	1.0	22,140	925	6,048	29,113	38,975
William Gordon	1.0	22,140	841	3,485	26,466	25,823
Pat McLauchlan	1.0	22,140	841	3,485	26,466	25,656
Lynn Patterson	1.0	22,140	168	2,460	24,768	24,171
Bonnie Riddell	1.0	22,140	840	3,485	26,465	25,739
Pat Sprague	—	—	—	—	—	2,629
	9.0	213,898	7,607	34,953	255,658	235,937
Superintendent Egbert Stang	1.0	160,000	10,351	—	170,351	103,782
Superintendent Rob McPhee	—	—	—	—	—	58,692
Secretary / Treasurer Brian Smith	1.0	143,487	22,194	—	165,681	184,513
Certificated Teachers	893.3	67,973,335	7,723,592	—	75,696,927	70,553,929
Non-certificated – Other	514.9	18,197,649	4,141,967	1,619	22,341,235	21,590,261
	—	86,687,569	11,905,711	36,572	98,629,852	92,727,114

19. REMUNERATION AND MONETARY INCENTIVES (CONTINUED)

Expenses including those for items such as the reimbursement of travel, subsistence, moving costs, and conference fees paid or accrued on behalf of the following persons in performing their responsibilities for the year ended August 31, 2007 were as follows:

	2007 $	2006 $
Board Members		
Chair Paul Dolynny	4,496	433
Mae Adamyk	828	1,740
Lisa Brower	2,722	433
Glen Buchan	4,427	1,398
Lois Byers	2,049	1,308
William Gordon	1,654	409
Pat McLauchlan	3,386	1,503
Lynn Patterson	—	—
Bonnie Riddell	1,602	542
	21,164	7,766
Superintendent Egbert Stang	7,146	4,624
Superintendent Rob McPhee	—	3,834
Secretary / Treasurer Brian Smith	6,915	3,923
	35,225	20,147

20. UNAUDITED INFORMATION

The budget was prepared by Division administration and was approved by the Board of Trustees. Budget amounts are presented for information purposes only and have not been audited.

School Jurisdiction Code: 2195

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007

[School Act, Section 276]

Elk Island Public Schools Regional Division No. 14

Legal Name of School Jurisdiction

683 Wye Road, Sherwood Park, Alberta T8B 1N2

Mailing Address

Telephone: 780-417-8111 Fax: 780-417-8181

Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Brian Smith	"ORIGINAL SIGNED"
Name	Signature

20-Dec-07

Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2195

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School Jurisdiction Cod 2195

SCHEDULE A
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$131,988,384	$102,171,600	$16,563,962	$8,066,496	$4,885,256	$301,070
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$305,800		$305,800			$0
(4) Other - Government of Alberta	$87,152	$34,010	$53,142	$0	$0	$0
(5) Federal Government and/or First Nations	$129,295	$129,295	$0	$0	$0	$0
(6) Other Alberta school authorities	$94,050	$94,050	$0	$0	$0	$0
(7) Out of province authorities	$27,117	$27,117	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$12,055	$12,055	$0	$0	$0	$0
(9) Instruction resource fees	$880,230	$880,230				
(10) Transportation fees	$395,931			$395,931		
(11) Other sales and services	$1,381,800	$907,812	$58,166	$0	$0	$415,822
(12) Investment income	$875,421	$872,193	$0	$0	$0	$3,228
(13) Gifts and donations	$11,516	$11,516	$0	$0		$0
(14) Rentals of facilities	$213,215	$4,690	$208,525	$0	$0	$0
(15) Net school generated funds	$1,149,562	$1,149,562			$0	
(16) Gains on disposal of capital assets	$16,890	$0	$16,890	$0	$0	$0
(17) Amortization of capital allocations	$2,422,480	$104,193	$2,318,287	$0		$0
(18) TOTAL REVENUES	$139,990,898	$106,398,323	$19,524,772	$8,462,427	$4,885,256	$720,120
EXPENSES						
(19) Certificated salaries	$68,133,335	$67,371,445			$654,117	$107,773
(20) Certificated benefits	$7,733,943	$7,688,417			$37,375	$8,151
(21) Non-certificated salaries and wages	$18,590,806	$13,602,383	$2,065,573	$392,129	$2,403,171	$127,550
(22) Non-certificated benefits	$4,171,768	$3,226,644	$431,474	$79,390	$407,729	$26,531
(23) SUB - TOTAL	$98,629,852	$91,888,889	$2,497,047	$471,519	$3,502,392	$270,005
(24) Services, contracts & supplies	$31,654,474	$8,484,085	$13,885,909	$8,014,668	$861,754	$408,058
(25) Cost recoveries between programs	$0	$119,463	($46,625)	($13,704)	($60,529)	$1,395
(26) Net school generated funds	$1,149,562	$1,149,562				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$2,422,480	$104,193	$2,318,287	$0	$0	$0
(28) Unsupported	$1,381,219	$670,911	$608,552	$2,588	$88,476	$10,692
(29) Total Amortization	$3,803,699	$775,104	$2,926,839	$2,588	$88,476	$10,692
Interest on capital debt						
(30) Supported	$305,800	$0	$305,800	$0	$0	$0
(31) Unsupported	$318,892	$0	$233,902	$0	$84,990	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$132	$132	$0	$0	$0	$0
(34) TOTAL EXPENSES	$135,862,411	$102,417,235	$19,802,872	$8,475,071	$4,477,083	$690,150
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$4,128,487	$3,981,088	($278,100)	($12,644)	$408,173	$29,970

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$83,188,014
Additional Funding for Differential Cost Factors	$34,028,742
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$7,237,818
Student Health Initiative (SHI)	$412,585
Alberta Initiative for School Improvement (AISI)	$1,547,310
SuperNet Services	$232,617
Children and Youth with Complex Needs	$204,169
Other Provincial Support Funding	
Institutional Programs	$59,922
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$192,511
Infrastructure Maintenance Renewal (IMR)	$4,674,149
Other Funding from Alberta Education (describe) Video Conference; Mobile Computers	$210,547
Total Alberta Education Revenues	$131,988,384

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$8,627,406	$6,913,859	$2,284,725		$0	$85,394	$17,911,384
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,309,041	$2,778,711	$246,691		$0		$4,334,443
ECS Program Unit (PUF)	$447,124	$1,302,559	$417,096		($8,780)		$2,157,999
Severe Disabilities (Gr 1-12)	$2,178,336	$4,623,971	$410,511		$0		$7,212,818
English as a Second Language (ESL)	$0	$110,875	$0		$0		$110,875
French Language & Francisation	$97,735	$18,557	$7,423		$0		$123,715
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$16,324	$0		$0		$16,324
First Nations, Metis and Inuit Education	$35,947	$386,426	$26,960		$0		$449,333
Alberta Initiative for School Improvement	$1,184,078	$43,605	$262,115	$53,642	$3,870		$1,547,310
Student Health Initiative	$67,146	$53,070	$111,261		$0		$231,477
SuperNet Service			$232,617		$0		$232,617
Class Size Initiative	$7,001,790	$0	$0	$0	$0		$7,001,790
Children and Youth with Complex Needs (ECS - Gr 12)	$75,923	$0	$11,836		$0		$87,759
All Other Student Instruction Expenses (ECS - Gr 12)	$54,035,336	$581,070	$2,881,307	$1,537,901	$124,373	$1,839,404	$60,999,391
TOTAL EXPENSES	$75,059,862	$16,829,027	$6,892,542	$1,591,543	$119,463	$1,924,798	$102,417,235

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	16.4	78.1
ECS Program Unit (PUF)	5.8	41.1
Severe Disabilities (Gr 1-12)	27.1	118.3

School Jurisdiction Code: 2195

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES			$135,862,411

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense:

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expense:

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$5,434,496

Considerations for Charter Schools and Small School Boards

If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		$5,434,496
Less: 2006/2007 Board and System Administration expenses		-$4,477,083
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$957,413

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006		$2,839,321

Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$2,259,490	$1,765,223	$494,266	
Student fees (Non-Instructional) (Note 1)	$4,489,327	$4,302,815	$186,513	
Donations and grants to schools	$528,237	$114,856	$413,380	
Other (describe)	$232,652	$80,623	$152,029	
Net Additions to SGF	$7,509,706	$6,263,518		$1,246,189

Net SGF Available		$4,085,510
Uses of Net School Generated Funds:		
Extra-curricular activities	$675,593	
School site beautification	$0	
Field Trips	$0	
Equipment	$415,047	
Family literacy and other community resources	$0	
Other (describe)	$58,923	
Total Uses of Net SGF (Note 2)		$1,149,562
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)		$2,935,947

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

School Jurisdiction Code: 0048

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION No. 2
Legal Name of School Jurisdiction

Box 4265, SPRUCE GROVE, AB. T7X 3B4
Mailing Address

780-962-5627 FAX 780-962-4664
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION No. 2 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

CAREN MUELLER
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

MEL J. MALOWANY
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

JACQUELINE GILBERT
Name

"ORIGINAL SIGNED"
Signature

12-Nov-07
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 (Toll free 310-0000)

School Jurisdiction Code: 0048

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Hawkings Epp Dumont LLP
Chartered Accountants

E.A. Hawkings, CA*
M.H. Epp, CA, CMA*
P.J. Dirks, CA*
L.M. Custer, CMA
D.M. Goulet-Soetaert, CA, CMA*
K.A. van Roijen, CGA

P.J. Dirks, CA*
T.D. Tinney, CA*
T.G. Dodd, CA*
C.M. Kulak, CA*
B.L. Moore, CMA*

J.S. Hawkings, CA*
C.D. Friesen, CA*
M.M. Friedman, CGA
J.M. Kennedy, CA
C.S. Guilbeault, CA

Suite 101
17107 - 107 Avenue
Edmonton, Alberta T5S 1G3
Telephone (780) 489-9606
Fax (780) 484-9689
Email: hed@hed-edm.com

AUDITORS' REPORT

To the Board of Trustees
Evergreen Catholic Separate Regional Division No. 2
Spruce Grove, Alberta

We have audited the statement of financial position of the Evergreen Catholic Separate Regional Division No. 2 as at August 31, 2007 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an audit opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2007 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Hawkings Epp Dumont LLP

Edmonton, Alberta
October 18, 2007

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
Phone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com
*Professional Corporation

School Jurisdiction Code: 0048

STATEMENT OF FINANCIAL POSITION

as at August 31, 2007

(in dollars)

		2007	2006 (Note)
ASSETS			
Current assets			
Cash and temporary investments		$4,323,543	$3,808,624
Accounts receivable (net after allowances)		$1,582,841	$1,931,077
Prepaid expenses		$174,591	$157,276
Other current assets		$0	$0
Total current assets		$6,080,975	$5,896,977
School generated assets		$427,698	$364,476
Trust assets		$146,840	$150,519
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,109,249	$1,109,249
Buildings	$53,174,110		
Less: accumulated amortization	($12,712,615)	$40,461,495	$38,386,271
Equipment	$4,582,590		
Less: accumulated amortization	($3,066,667)	$1,515,923	$1,644,884
Vehicles	$74,613		
Less: accumulated amortization	($35,182)	$39,431	$54,354
Total capital assets		$43,126,098	$41,194,758
TOTAL ASSETS		$49,781,611	$47,606,730
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,707,798	$2,261,568
Deferred revenue		$408,926	$190,075
Deferred capital allocations		$0	$654,476
Current portion of all long term debt		$572,572	$596,231
Total current liabilities		$2,689,296	$3,702,350
School generated liabilities		$427,698	$364,476
Trust liabilities		$146,840	$150,519
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$3,573,262	$4,169,493
Less: Current portion of supported debt		($572,572)	($596,231)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Other long term liabilities		$0	$0
Unamortized capital allocations		$37,341,647	$34,871,435
Total long term liabilities		$40,916,875	$38,959,692
TOTAL LIABILITIES		$43,606,171	$42,662,042
NET ASSETS			
Unrestricted net assets		$534,219	$461,968
Operating Reserves		$3,410,621	$2,309,479
Accumulated Operating Surplus (Deficit)		$3,944,840	$2,771,447
Investment in capital assets		$2,211,198	$2,153,839
Capital Reserves		$19,402	$19,402
Total Capital Funds		$2,230,600	$2,173,241
Total net assets		$6,175,440	$4,944,688
TOTAL LIABILITIES AND NET ASSETS		$49,781,611	$47,606,730

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	$23,931,905	$23,006,000	$21,759,795
Federal Government and/or First Nations	$40,001	$39,000	$69,159
Other Alberta school authorities	$14,000	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$298,251	$225,000	$203,976
Transportation fees	$0	$0	$0
Other sales and services	$165,923	$25,000	$163,447
Investment income	$185,907	$25,000	$81,972
Gifts and donations	$3,491	$0	$3,727
Rentals of facilities	$0	$0	$0
Net school generated funds	$141,790	$115,000	$112,151
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,996,673	$1,766,000	$1,765,905
Total Revenues	$26,777,941	$25,201,000	$24,160,132
EXPENSES			
Certificated salaries	$13,711,710	$13,959,000	$12,827,511
Certificated benefits	$1,649,271	$1,726,000	$1,517,722
Non-certificated salaries and wages	$3,014,020	$2,829,000	$2,726,851
Non-certificated benefits	$641,332	$580,000	$627,631
Services, contracts and supplies	$3,837,359	$3,827,000	$3,372,985
Net school generated funds	$141,790	$115,000	$112,151
Capital and debt services			
Amortization of capital assets			
Supported	$1,996,673	$1,766,000	$1,765,904
Unsupported	$284,753	$30,000	$214,701
Total Amortization of capital assets	$2,281,426	$1,796,000	$1,980,605
Interest on capital debt			
Supported	$379,384	$583,000	$463,222
Unsupported	$0	$0	$0
Total interest on capital debt	$379,384	$583,000	$463,222
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$25,656,292	$25,415,000	$23,628,678
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,121,649	($214,000)	$531,454
Extraordinary Item	$0	$0	$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$1,121,649	($214,000)	$531,454

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	$1,121,649	$531,454
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	($1,996,673)	($1,765,905)
Total amortization expense	$2,281,426	$1,980,605
Gains on disposal of capital assets	$0	$0
Losses on disposal of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$348,236	$3,996,398
Prepaids and other current assets	($17,315)	($38,572)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($553,770)	$76,593
Deferred revenue	$218,851	($122,041)
Employee future benefit expense (recovery)	$0	$0
Other (describe) Living Waters Transfer (contingency held net)	$24,103	$613,973
Total sources (uses) of cash from Operations	$1,426,507	$5,272,505
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,726,823)	($2,992,053)
Equipment	($400,943)	($747,580)
Vehicles		($20,309)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($4,127,766)	($3,759,942)
C. FINANCING ACTIVITIES		
Capital allocations	$3,216,178	$3,277,609
Issue of long term debt	$0	$0
Repayment of long term debt	($596,231)	($596,233)
Add back: supported portion	$596,231	$596,233
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$3,216,178	$3,277,609
Net sources (uses) of cash during year	$514,919	$4,790,172
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	$3,808,624	($981,548)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	$4,323,543	$3,808,624

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

School Jurisdiction Code: 0048

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2007

(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	$4,944,688	$2,153,839	$461,968	$2,309,479	$19,402
Prior period adjustments (describe)					
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2006	$4,944,688	$2,153,839	$461,968	$2,309,479	$19,402
Excess(def) of revenue over expenses	$1,121,649		$1,121,649		
Board funded capital transactions		$257,112	($257,112)	$0	$0
Direct credits to net assets	$85,000	$85,000			
Amortization of capital assets		($2,281,426)	$2,281,426		
Amortization of capital allocations		$1,996,673	($1,996,673)		
Disposal of unsupported capital assets	$0	$0	$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0		$0
Debt principal payments (unsupported)		$0	$0		
Net transfers to operating reserves			($1,376,009)	$1,376,009	
Net transfers from operating reserves			$274,867	($274,867)	
Net transfers to capital reserves			$0		$0
Net transfers from capital reserves			$0		$0
Assumption/transfer of other operations's net assets	$24,103	$0	$24,103	$0	$0
Balance at August 31, 2007	$6,175,440	$2,211,198	$534,219	$3,410,621	$19,402

School Jurisdiction Code: 0048

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	$654,476	$34,871,435
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2006	$654,476	$34,871,435
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	$3,212,445	
Infrastructure & Transportation-School/Modular Project Capital *	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$3,733	
Other capital grants and donations	$0	
Net Proceeds on disposal of supported capital assets	$0	
Insurance proceeds (and related interest)	$0	
Donated capital assets (amortizable, @ fair market value)		$0
Transferred in capital assets (amortizable, @ net book value)		
Current Year Debenture Principal Repayment		$596,231
Expended capital allocations - current year	($3,870,654)	$3,870,654
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	$0	$0
Capital allocations amortized to revenue		$1,996,673
Balance at August 31, 2007	$0	$37,341,647

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2007

1. AUTHORITY AND PURPOSE

Evergreen Catholic Separate Regional Division No. 2 ("the Division") delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Division receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses.

2. SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions regarding significant items such as amounts relating to amortization, impairment assessments of property and equipment, and allowances for uncollectible receivables that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following annual rates:

Buildings	25 and 40 years
Equipment	5 years
Vehicles	5 years

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense (see Note 9).

Capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers' Pension Plan Act*, the Division does not make pension contributions for certificated staff.

The Division participates in the multi-employer pension plan, the Local Authorities Pension Plan and does not report any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $99,235 (2006 - $88,105) for the year ended August 31, 2007. At December 31, 2006, the Local Authorities Pension Plan reported an actuarial deficiency of $746,651,000 (2005 - deficiency of $863,558,000).

(f) Prepaid Expenses

Certain expenses incurred and paid for before the close of the fiscal year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

(g) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act.*

(i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division to set aside funds for future operating and capital purposes. These reserves are appropriations of unrestricted net assets.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2007

3. ACCOUNTS RECEIVABLE

	2007	2006
Alberta Education	$ 515,067	$ 913,424
Alberta municipalities	543,105	478,304
Alberta Finance	192,243	225,886
Other	162,746	131,320
Federal government	161,648	158,724
Other Alberta school jurisdictions	5,904	22,445
Other Province of Alberta	2,128	974
	$ 1,582,841	$ 1,931,077

4. BANK INDEBTEDNESS

The Division has negotiated a line of credit in the amount of $1,350,000 that bears interest at the bank prime rate. The line of credit is secured by a borrowing bylaw and a security agreement.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2007	2006
Other trade payables and accrued liabilities	$ 662,563	$ 1,298,913
Alberta Education	565,822	471,310
Federal government	286,214	262,270
Alberta Finance	192,696	227,373
Alberta municipalities	503	1,702
	$ 1,707,798	$ 2,261,568

6. DEFERRED REVENUE

	2007	2006
Infrastructure Maintenance Renewal	$ 372,042	$ 51,456
Instruction material fees	36,884	33,819
Other	-	35,000
Class size funding	-	69,800
	$ 408,926	$ 190,075

7. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for the following:

	2007	2006
Deferred salary leave plans	$ 146,840	$ 87,163
Professional improvement leave plan	-	63,356
	$ 146,840	$ 150,519

8. LONG-TERM DEBT

The debentures are held with Alberta Capital Finance Authority, bear interest at rates ranging from 7.625% to 12.0% and are fully supported by Alberta Finance.

Debenture payments due over the next five years and beyond are as follows:

2008	$ 572,572
2009	479,606
2010	338,606
2011	300,846
2012	300,846
2013 to maturity	1,580,786
	$ 3,573,262

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose received or are receivable by the Division but the related expenditure has not yet been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. Unamortized capital allocations are increased by transfers of previously deferred capital allocations which are now spent, as well as fully-supported debenture principle repayments.

11. COMMITMENTS

(a) Office Lease

The Division is committed to an office lease agreement with the Catholic Archdiocese of Edmonton which expires June 30, 2012. Annual lease payments of $22,000 are required during the term of the lease.

(b) Electricity Contract

The Division has entered into an agreement with Enmax Energy for the provision of electricity services until December 31, 2010. Under the terms of the agreement the Division pays 5.4 cents per kilowatt for electricty delivered to each Division site that is equal to, or below, the maximum quantity allowed under the terms of the agreement.

12. CONTINGENCIES

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represent equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the Division can liquidate.

13. RELATED PARTY TRANSACTIONS

The Division is controlled by the Government of Alberta. Transactions between the Division and the Government of Alberta and related balances are disclosed on the Statement of Revenues and Expenses, Schedule A, the Statement of Financial Position and in notes 3, 5, 6, and 8.

The transactions are recorded at their exchange amounts as agreed to by the related parties.

14. ECONOMIC DEPENDENCE

The Division's primary source of revenue is received from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

15. ADDITIONAL CASH FLOW INFORMATION

The Division's cash payments for interest on long-term debt during 2007 were $413,027 (2006 - $477,017).

The Division received cash interest payments of $183,442 during 2007 (2006 - $75,978).

16. BUDGET FIGURES

The budget was prepared by the Division and approved by the Board of Trustees. It is presented for information purposes only.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2007

17. REMUNERATION AND MONETARY INCENTIVES

Disclosure of remuneration and benefits as required by paragraph 148(1) of *The School Act* is as follows:

	Number	Salaries and Wages	Benefits	ERIPs Other	Expenses
Bernakevitch	1	17,919	441	-	5,114
Mueller (Chair)	1	$ 11,394	$ 323	$ -	$ 4,912
MacKay	1	10,673	263	-	4,662
Macridis	1	9,737	217	-	4,630
MacLellan	1	9,118	160	-	3,979
Yaceyko	1	7,903	162	-	2,647
Walshe	1	7,636	166	-	2,534
Vasseur	1	7,356	145	-	1,047
Sauer	1	6,669	146	-	3,103
	8	88,405	2,023	-	32,628
Superintendent	1	134,634	10,795	-	11,745
Secretary-Treasurer	1	110,000	21,253	-	7,322
Salaries - Certificated	185	13,577,076	1,638,476	-	-
Salaries - Uncertificated	88	2,815,615	618,056	-	-
	283	$ 16,725,730	$ 2,290,603	$ -	$ 51,695

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

SCHEDULE OF SERVICES, CONTRACTS, AND SUPPLIES EXPENSES

FOR THE YEAR ENDED AUGUST 31, 2007

	2007 (Budget) (Note 16)	2007 (Actual)	2006 (Actual)
Maintenance and repairs	$ 586,872	$ 852,688	$ 325,591
Contracted and professional services	769,178	800,294	718,101
Utilties	617,500	592,690	681,860
Supplies and materials	403,822	515,743	485,614
Professional development	219,372	125,740	108,730
Furniture and equipment	213,154	117,321	169,481
Other schools - tuition	100,000	104,204	112,664
Rentals	122,000	96,944	95,926
Student transportation	74,915	93,702	93,170
Insurance	138,000	91,030	96,290
Textbooks	154,008	87,208	102,377
Memberships and fees	60,450	73,309	76,430
Telephone services	59,000	56,633	55,192
Library and media materials	64,094	53,403	69,683
Staff/community relations	38,350	39,457	44,686
Travel and subsistence	54,585	36,198	55,952
Postage fees	21,050	24,495	22,559
Advertising	17,150	18,249	17,057
Printing and binding services	23,000	15,644	7,544
Software support	75,200	14,694	10,759
Correspondence courses	4,500	13,102	7,779
Vehicle operating costs	7,500	11,373	11,537
Bank charges	3,300	3,238	4,003
	$ 3,827,000	$ 3,837,359	$ 3,372,985

School Jurisdiction Code: 0048

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007
[School Act, Section 276]

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION No. 2
Legal Name of School Jurisdiction

Box 4265, Spruce Grove, AB. T7X #B4
Mailing Address

780-962-5627 780-962-4664
Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions and submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

JACQUELINE GILBERT	"ORIGINAL SIGNED"
Name	Signature

12-Nov-07
Dated

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 0048

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SCHEDULE B	Alberta Education Revenues	4
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SCHEDULE D	2006-2007 Board and System Administration Expenses Under (Over) Maximum Limit	5
SCHEDULE E	School Generated Funds (SGF)	5

SCHEDULE A

School Jurisdiction Cod 0048

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2006-2007

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	$23,550,285	$20,473,075	$2,799,407	$277,583	$220	$0
(2) Alberta Infrastructure & Transportation	$0	$0	$0			
(3) Alberta Finance	$381,621		$381,621			$0
(4) Other - Government of Alberta	$0	$0	$0	$0	$0	$0
(5) Federal Government and/or First Nations	$40,001	$34,608	$3,490	$0	$1,903	$0
(6) Other Alberta school authorities	$14,000	$14,000	$0	$0	$0	$0
(7) Out of province authorities	$0	$0	$0	$0	$0	$0
(8) Alberta municipalities (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(9) Instruction resource fees	$298,251	$298,251				
(10) Transportation fees	$0			$0		
(11) Other sales and services	$165,923	$69,971	$14,670	$0	$10,550	$70,732
(12) Investment income	$185,907	$153,428	$20,028	$0	$12,451	$0
(13) Gifts and donations	$3,491	$3,491	$0	$0		$0
(14) Rentals of facilities	$0	$0	$0	$0	$0	$0
(15) Net school generated funds	$141,790	$141,790			$0	
(16) Gains on disposal of capital assets	$0	$0	$0	$0	$0	$0
(17) Amortization of capital allocations	$1,996,673	$229,734	$1,766,939	$0		$0
(18) TOTAL REVENUES	$26,777,942	$21,418,348	$4,986,155	$277,583	$25,124	$70,732
EXPENSES						
(19) Certificated salaries	$13,711,710	$13,454,630			$192,654	$64,426
(20) Certificated benefits	$1,649,271	$1,629,169			$16,364	$3,738
(21) Non-certificated salaries and wages	$3,014,020	$1,647,468	$1,004,096	$0	$360,109	$2,347
(22) Non-certificated benefits	$641,333	$367,434	$218,438	$0	$55,240	$221
(23) SUB - TOTAL	$19,016,334	$17,098,701	$1,222,534	$0	$624,367	$70,732
(24) Services, contracts & supplies	$3,837,359	$1,544,330	$1,626,338	$325,503	$341,188	$0
(25) Cost recoveries between programs	$0	$0	$0	$0	$0	$0
(26) Net school generated funds	$141,790	$141,790				
Capital and debt services						
Amortization of capital assets						
(27) Supported	$1,996,673	$229,734	$1,766,939	$0	$0	$0
(28) Unsupported	$284,753	$225,100	$39,789	$0	$19,864	$0
(29) Total Amortization	$2,281,426	$454,834	$1,806,728	$0	$19,864	$0
Interest on capital debt						
(30) Supported	$379,384	$0	$379,384	$0	$0	$0
(31) Unsupported	$0	$0	$0	$0	$0	$0
(32) Other interest charges	$0	$0	$0	$0	$0	$0
(33) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(34) TOTAL EXPENSES	$25,656,293	$19,239,655	$5,034,984	$325,503	$985,419	$70,732
(35) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,121,649	$2,178,693	($48,829)	($47,920)	($960,295)	$0

School Jurisdiction Code: 0

SCHEDULE B
ALBERTA EDUCATION REVENUE 2006-2007

	TOTAL
Base Funding	$16,802,476
Additional Funding for Differential Cost Factors	$4,401,370
Targeted Funding for Provincial Initiatives	
Class Size Initiative	$1,171,676
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$384,448
SuperNet Services	$48,336
Children and Youth with Complex Needs	$0
Other Provincial Support Funding	
Institutional Programs	$0
Regional Consortium and Regional Educational Consulting Services	$0
Learning Resources Credit Allocation	$28,530
Infrastructure Maintenance Renewal (IMR)	$678,449
Other Funding from Alberta Education (describe) Technology Grant $35000/	$35,000
Total Alberta Education Revenues	$23,550,285

SCHEDULE C
ECS to Grade 12 INSTRUCTION PROGRAM Expense Details - 2006-2007

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Non-certificated Remuneration	Services, Contracts & Supplies	Learning Resources	Cost Recoveries between programs	Other Expenses	TOTAL EXPENSES
School Administration & Instruction Support	$1,247,473	$580,472	$0		$0	$0	$1,827,945
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,272,630	$277,702	$83,152		$0		$1,633,484
ECS Program Unit (PUF)		$124,904	$28,074		$0		$152,978
Severe Disabilities (Gr 1-12)	$360,900	$795,648	$120,299		$0		$1,276,847
English as a Second Language (ESL)	$0	$14,350	$3,222		$0		$17,572
French Language & Francisation		$0	$7,500		$0		$7,500
Enhanced ESL/Francisation & Supports for Immigrant Students	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education	$0	$0	$6,316		$0		$6,316
Alberta Initiative for School Improvement	$333,395	$36,691	$22,675	$16,121	$0		$408,882
Student Health Initiative	$0	$0	$0		$0		$0
SuperNet Service			$86,719		$0		$86,719
Class Size Initiative	$1,171,676	$0	$0	$0	$0		$1,171,676
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$10,576,921	$185,135	$1,311,256	$396,421	$0	$200,203	$12,669,736
TOTAL EXPENSES	$14,962,995	$2,014,902	$1,649,213	$412,542	$0	$200,203	$19,239,655

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Non-certificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	15.9	10.0
ECS Program Unit (PUF)	0.0	4.5
Severe Disabilities (Gr 1-12)	4.5	28.4

School Juriadiction Code: 0048

SCHEDULE D
BOARD AND SYSTEM ADMINISTRATION
2006-2007 EXPENSES UNDER (OVER) MAXIMUM LIMIT

TOTAL EXPENSES		**$25,656,293**
STEP 1		
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expense		
If "Total Net Enrolled Students" are 6,000 and over = 4%		**5.49%**
If "Total Net Enrolled Students" are 2,000 and less = 6%		
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 0.75% plus 4% = maximum expense limit of 4.75%).		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expense:		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,408,530
Considerations for Charter Schools and Small School Boards		
If **Charter School**, enter $58,366	$0	$0
If **School Board**, please enter your 2006-2007 Gr 1- 12 funded enrolmen	0	
	$0	$0
2006-2007 MAXIMUM EXPENSE LIMIT		**$1,408,530**
Less: 2006/2007 Board and System Administration expenses		-$985,419
2006-2007 BOARD AND SYSTEM ADMINISTRATION EXPENSES UNDER (OVER) MAXIMUM LIMIT		$423,111

SCHEDULE E
SCHOOL GENERATED FUNDS (SGF) - 2006-2007

Unexpended SGF - Opening Balance August 31, 2006				$364,476
Sources of School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$914,708	$724,996	$189,712	
Student fees (Non-Instructional) (Note 1)	$230,000	$214,700	$15,300	
Donations and grants to schools	$9,799	$9,799	$0	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$1,154,507	$949,495		$205,012
Net SGF Available				$569,488
Uses of Net School Generated Funds:				
Extra-curricular activities			$71,709	
School site beautification			$5,000	
Field Trips			$37,000	
Equipment			$28,081	
Family literacy and other community resources			$0	
Other (describe):			$0	
Total Uses of Net SGF (Note 2)				$141,790
Unexpended SGF - Closing Balance August 31, 2007 (Note 3)				$427,698

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

Notes:

1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for CEU-related activities are recorded as instruction resource fees, not SGF.

2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements.

3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.

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